
ANNUAL FINANCIAL REPORT GREENE COUNTY, TENNESSEE



FOR THE YEAR ENDED JUNE 30, 2011



ANNUAL FINANCIAL REPORT
GREENE COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2011

COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON

DIVISION OF COUNTY AUDIT
JAMES R. ARNETTE
Director

BRYAN W. BURKLIN, CPA, CGFM
Audit Manager

MARK TREECE, CPA, CGFM
Auditor 4

BRAD BURKE, CPA, CIA
GREG BRUSH
ROBERT ANDERSON
State Auditors

This financial report is available at www.tn.gov/comptroller

GREENE COUNTY, TENNESSEE TABLE OF CONTENTS

	Exhibit	Page(s)
Audit Highlights		6-7
<u>INTRODUCTORY SECTION</u>		8
Greene County Officials		9
<u>FINANCIAL SECTION</u>		10
Independent Auditor's Report		11-13
BASIC FINANCIAL STATEMENTS:		14
Government-wide Financial Statements:		
Statement of Net Assets	A	15-16
Statement of Activities	B	17-18
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	19-20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	C-2	21
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	22-23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	24
Proprietary Fund:		
Statement of Net Assets	D-1	25
Statement of Revenues, Expenses, and Changes in Net Assets	D-2	26
Statement of Cash Flows	D-3	27
Fiduciary Funds:		
Statement of Fiduciary Assets and Liabilities	E	28
Notes to the Financial Statements		29-71
REQUIRED SUPPLEMENTARY INFORMATION:		72
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	F-1	73-76
Special Purpose Fund	F-2	77
Highway/Public Works Fund	F-3	78

	Exhibit	Page(s)
Schedule of Funding Progress – Pension Plan – Primary Government and Discretely Presented Greene County School Department	F-4	79
Schedule of Funding Progress – Pension Plan – Discretely Presented Greeneville-Greene County Emergency Communications District	F-5	80
Schedule of Funding Progress – Other Postemployment Benefits Plans – Primary Government and Discretely Presented Greene County School Department	F-6	81
Notes to the Required Supplementary Information		82
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		83
Nonmajor Governmental Funds:		84-85
Combining Balance Sheet	G-1	86-87
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	G-2	88-89
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
Solid Waste/Sanitation Fund	G-3	90
Drug Control Fund	G-4	91
General Debt Service Fund	G-5	92
Major Governmental Fund:		93
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
Education Debt Service Fund	H	94
Fiduciary Funds:		95
Combining Statement of Fiduciary Assets and Liabilities	I-1	96
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	I-2	97-98
Component Unit:		
Discretely Presented Greene County School Department:		99
Statement of Activities	J-1	100
Balance Sheet – Governmental Funds	J-2	101
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	J-3	102
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	J-4	103
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	J-5	104
Combining Balance Sheet – Nonmajor Governmental Funds	J-6	105

	Exhibit	Page(s)
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	J-7	106
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	J-8	107-108
School Federal Projects Fund	J-9	109
Central Cafeteria Fund	J-10	110
Miscellaneous Schedules:		111
Schedule of Changes in Long-term Notes, Other Loans, and Bonds	K-1	112
Schedule of Long-term Debt Requirements by Year	K-2	113-114
Schedule of Transfers – Primary Government and Discretely Presented Greene County School Department	K-3	115
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Greene County School Department	K-4	116
Schedule of Detailed Revenues – All Governmental Fund Types	K-5	117-128
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Greene County School Department	K-6	129-130
Schedule of Detailed Expenditures – All Governmental Fund Types	K-7	131-164
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Greene County School Department	K-8	165-178
Schedule of Detailed Receipts, Disbursements, and Changes in Cash Balances – City Agency Funds	K-9	179
 <u>SINGLE AUDIT SECTION</u>		 180
Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>		181-182
Auditor’s Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133		183-185
Schedule of Expenditures of Federal Awards and State Grants		186-187
Schedule of Audit Finding Not Corrected		188
Schedule of Findings and Questioned Costs		189-195
Auditee Reporting Responsibilities		196

Audit Highlights

Annual Financial Report
Greene County, Tennessee
For the Year Ended June 30, 2011

Scope

We have audited the basic financial statements of Greene County as of and for the year ended June 30, 2011.

Results

Our report on Greene County's financial statements is unqualified.

Our audit resulted in four findings and recommendations, which we have reviewed with Greene County management. The detailed findings, recommendations, and management's responses are included in the Single Audit section of this report.

Findings and Best Practices

The following are summaries of the audit findings and best practices.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Deficiencies were noted in the maintenance of accounting records for the Extended School Program.
- ◆ Deficiencies were noted in purchasing procedures for the Extended School Program.

OFFICE OF EMERGENCY MANAGEMENT SERVICES OPERATIONS

- ◆ The office had deficiencies in computer system backup procedures.

OFFICE OF REGISTER

- ◆ Multiple employees operated from the same cash drawer.
-

BEST PRACTICES

The Division of County Audit strongly believes that the items noted below are best practices that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Greene County.

- Greene County should adopt a central system of accounting, budgeting, and purchasing.
- Greene County should establish an Audit Committee.

INTRODUCTORY SECTION

Greene County Officials

June 30, 2011

Officials

Alan Broyles, County Mayor
David Weems, Superintendent of Highways
Dr. Vicki Kirk, Director of Schools
Dan Walker, Trustee
Ralph Bowers, Assessor of Property
David Thompson, County Clerk
Gail Davis Jeffers, Circuit and General Sessions Courts Clerk
Kay Armstrong, Clerk and Master
Joy Rader, Register
Steven Burns, Sheriff
Mary Shelton, Director of Accounts and Budgets
Diane Swatzell, Purchasing Agent

Board of County Commissioners

Alan Broyles, County Mayor, Chairman	Phil King
Robert Bird	Fred Malone
Lloyd Bowers	Wade McAmis
John Carter	William Moss
David Crum	Robin Quillen
Margaret Greenway	M.C. Rollins, Jr.
Brenda Grogan	Jimmy Sams
Nathan Holt	Anthony Sauceman
Rennie Hopson	Hilton Seay
Ted Hensley	John Waddle, Jr.
Jan Kiker	Charles White

Board of Education

Roger Jones, Chairman	Rex Hopson
Kathy Austin	J. David Johnson
Nathan Brown	Claude Weems, Jr.
Kathy Crawford	

FINANCIAL SECTION



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7841**

INDEPENDENT AUDITOR'S REPORT

January 12, 2012

Greene County Mayor and
Board of County Commissioners
Greene County, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2011, which collectively comprise Greene County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Greene County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Greeneville-Greene County Emergency Communications District, which represent 1.8 percent and 1.3 percent, respectively, of the assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Greeneville-Greene County Emergency Communications District, is based on the report of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2012, on our consideration of Greene County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

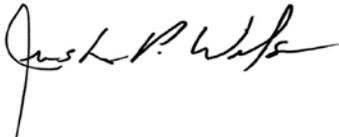
As described in Note V.B., Greene County has adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which became effective for the year ended June 30, 2011.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison, pension, and other postemployment benefits information on pages 73 through 82 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Greene County's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Education Debt Service Fund, combining and individual fund financial statements of the Greene County School Department (a discretely presented component unit), and the miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a long vertical stroke extending downwards from the end.

Justin P. Wilson
Comptroller of the Treasury

JPW/sb

BASIC FINANCIAL STATEMENTS

Exhibit A

Greene County, Tennessee
Statement of Net Assets
June 30, 2011

	Primary Governmental Activities	Component Units	
		Greene County School Department	Emergency Communications District
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 89,362	\$ 263,499	\$ 441,853
Equity in Pooled Cash and Investments	20,315,959	3,199,157	0
Accounts Receivable	909,441	31,098	18,821
Allowance for Uncollectibles	(40,251)	0	0
Due from Other Governments	1,484,763	2,567,454	27,284
Due from Primary Government	0	484,500	0
Due from Component Units	118,057	0	0
Property Taxes Receivable	12,831,825	5,646,347	0
Allowance for Uncollectible Property Taxes	(422,700)	(186,584)	0
Prepaid Items	0	0	22,490
Deferred Charges - Debt Issuance Cost	355,244	0	0
Unamortized Discount and Debt	59,933	0	0
Capital Assets			
Assets Not Depreciated:			
Land	500,320	886,166	0
Construction in Progress	1,584,889	210,386	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	5,567,120	27,913,036	0
Other Capital Assets	2,891,905	5,354,053	341,858
Infrastructure	26,272,052	0	0
Total Assets	<u>\$ 72,517,919</u>	<u>\$ 46,369,112</u>	<u>\$ 852,306</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 273,944	\$ 388	\$ 9,593
Accrued Payroll	371,626	0	2,600
Accrued Interest Payable	95,503	0	0
Payroll Deductions Payable	154,684	0	0
Contracts Payable	0	5,600	0
Claims and Judgments Payable	1,386,452	0	0
Due to Primary Government	0	118,057	0
Due to Component Units	484,500	0	0
Due to State of Tennessee	5,614	0	0
Due to Cities	63,508	0	0
Other Current Liabilities	0	256,676	18,548
Deferred Revenue - Current Property Taxes	11,947,391	5,255,265	0
Unearned Revenue	29,304	0	0
Unamortized Premium on Debt	568,044	0	0
Noncurrent Liabilities:			
Due Within One Year	3,168,514	440,551	0
Due in More than One Year (net of deferred amount on refunding)	38,555,823	2,246,098	0
Total Liabilities	<u>\$ 57,104,907</u>	<u>\$ 8,322,635</u>	<u>\$ 30,741</u>

(Continued)

Exhibit A

Greene County, Tennessee
Statement of Net Assets (Cont.)

	<u>Primary Governmental Activities</u>	<u>Component Units</u>	
		<u>Greene County School Department</u>	<u>Emergency Communications District</u>
<u>NET ASSETS</u>			
Invested in Capital Assets, net of related debt	\$ 24,297,135	\$ 0	\$ 0
Invested in Capital Assets	0	34,363,641	341,858
Restricted for:			
General Government	96,226	0	0
Administration of Justice	185,811	0	0
Public Safety	215,465	0	0
Public Health and Welfare	59,169	0	0
Highways	2,993,678	0	0
Debt Service	596,993	0	0
Education	0	1,188,076	0
Capital Projects	152,441	803,055	0
Unrestricted	<u>(13,183,906)</u>	<u>1,691,705</u>	<u>479,707</u>
Total Net Assets	<u>\$ 15,413,012</u>	<u>\$ 38,046,477</u>	<u>\$ 821,565</u>

The notes to the financial statements are an integral part of this statement.

Exhibit B

Greene County, Tennessee
Statement of Activities
For the Year Ended June 30, 2011

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets						
	Primary			Component Units			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Greene County School Department	Emergency Communications District
Primary Government:							
Governmental Activities:							
General Government	\$ 2,742,921	\$ 461,735	\$ 46,226	\$ 0	\$ (2,234,960)	\$ 0	\$ 0
Finance	1,870,288	1,437,846	0	0	(432,442)	0	0
Administration of Justice	1,622,908	1,529,321	9,000	0	(84,587)	0	0
Public Safety	10,228,923	2,846,798	160,782	0	(7,221,343)	0	0
Public Health and Welfare	6,691,878	3,658,851	361,065	16,309	(2,655,653)	0	0
Social, Cultural, and Recreational Services	153,658	0	0	0	(153,658)	0	0
Agriculture and Natural Resources	208,600	0	20,338	0	(188,262)	0	0
Other Operations	827,568	0	0	142,805	(684,763)	0	0
Highways	6,451,545	72,445	2,257,904	318,979	(3,802,217)	0	0
Education	1,924,300	0	0	0	(1,924,300)	0	0
Interest on Long-term Debt	1,554,205	0	0	0	(1,554,205)	0	0
Debt Service	91,875	0	0	0	(91,875)	0	0
Total Primary Government	\$ 34,368,669	\$ 10,006,996	\$ 2,855,315	\$ 478,093	\$ (21,028,265)	\$ 0	\$ 0
Component Units:							
Greene County School Department	\$ 55,639,989	\$ 1,589,276	\$ 8,536,159	\$ 1,634,889	\$ 0	\$ (43,879,665)	\$ 0
Emergency Communications District	822,186	390,526	188,855	0	0	0	(242,805)
Total Component Units	\$ 56,462,175	\$ 1,979,802	\$ 8,725,014	\$ 1,634,889	\$ 0	\$ (43,879,665)	\$ (242,805)

(Continued)

Exhibit B

Greene County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					
	Primary			Component Units		
	Charges for Services	Program Revenues Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Greene County School Department	Emergency Communications District
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes				\$ 9,855,502	\$ 5,339,427	\$ 0
Property Taxes Levied for Debt Service				2,291,985	0	0
Local Option Sales Taxes				1,836,195	5,186,764	0
Franchise Taxes				247,501	0	0
Other Local Taxes				2,960	3,847	0
Wheel Tax				1,264,042	0	0
Litigation Taxes				610,664	0	0
Business Tax				540,404	0	0
Hotel/Motel Tax				396,629	0	0
Mineral Severance Tax				98,019	0	0
Wholesale Beer Tax				227,879	0	0
Grants and Contributions Not Restricted to Specific Programs				1,480,488	31,908,792	126,239
Unrestricted Investment Income				133,131	61,729	4,384
Miscellaneous				0	382,167	30,463
Total General Revenues				\$ 18,985,399	\$ 42,882,726	\$ 161,086
Change in Net Assets				\$ (2,042,866)	\$ (996,939)	\$ (81,719)
Net Assets, July 1, 2010				17,455,878	39,043,416	903,284
Net Assets, June 30, 2011				\$ 15,413,012	\$ 38,046,477	\$ 821,565

The notes to the financial statements are an integral part of this statement.

Exhibit C-1

Greene County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2011

	Major Funds							Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	General Capital Projects	Highway Capital Projects	Other Governmental Funds	Governmental Funds		
Cash	\$ 261	\$ 80,113	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,938	\$ 89,312	
Equity in Pooled Cash and Investments	5,200,253	2,499,301	2,922,611	1,239,923	1,489,330	4,872,438	1,271,226	1,271,226	19,495,082	
Accounts Receivable	800,130	79	19	0	0	0	102,474	102,474	902,702	
Allowance for Uncollectibles	(40,251)	0	0	0	0	0	0	0	(40,251)	
Due from Other Governments	828,414	0	479,865	110,148	0	0	66,336	66,336	1,484,763	
Due from Other Funds	28,652	0	0	0	484,500	0	109,858	109,858	623,010	
Due from Component Units	0	2,500	0	115,557	0	0	0	0	118,057	
Property Taxes Receivable	7,291,618	362,915	1,870,962	1,882,143	0	0	1,424,187	1,424,187	12,831,825	
Allowance for Uncollectible Property Taxes	(240,918)	(11,991)	(61,818)	(60,918)	0	0	(47,055)	(47,055)	(422,700)	
Total Assets	\$ 13,868,159	\$ 2,932,917	\$ 5,211,639	\$ 3,286,853	\$ 1,973,830	\$ 4,872,438	\$ 2,935,964	\$ 2,935,964	\$ 35,081,800	

ASSETS

LIABILITIES AND FUND BALANCES

Liabilities	Accounts Payable	Accrued Payroll	Payroll Deductions Payable	Claims and Judgments Payable	Due to Other Funds	Due to Component Units	Due to State of Tennessee	Due to Cities	Deferred Revenue - Current Property Taxes	Deferred Revenue - Delinquent Property Taxes	Other Deferred Revenues	Total Liabilities
Accounts Payable	\$ 205,275	\$ 27,317	\$ 32,929	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,423	\$ 273,944
Accrued Payroll	303,094	0	53,564	0	0	0	0	0	0	0	14,968	371,626
Payroll Deductions Payable	143,669	0	9,237	0	0	0	0	0	0	0	1,778	154,684
Claims and Judgments Payable	0	1,386,452	0	0	0	0	0	0	0	0	0	1,386,452
Due to Other Funds	109,858	2,468	0	484,500	0	484,500	0	0	0	0	19,445	616,271
Due to Component Units	0	0	0	0	0	0	0	0	0	0	0	484,500
Due to State of Tennessee	5,504	0	45	0	0	0	0	0	0	0	65	5,614
Due to Cities	0	0	0	0	0	0	0	0	0	0	63,508	63,508
Deferred Revenue - Current Property Taxes	6,786,617	337,783	1,741,401	1,756,025	0	0	0	0	0	0	1,325,565	11,947,391
Deferred Revenue - Delinquent Property Taxes	183,603	9,139	47,111	46,327	0	0	0	0	0	0	35,861	322,041
Other Deferred Revenues	921,579	0	250,287	172,648	0	0	0	0	0	0	22,289	1,366,803
Total Liabilities	\$ 8,659,199	\$ 1,763,159	\$ 2,134,574	\$ 2,459,500	\$ 484,500	\$ 484,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,491,902	\$ 16,992,834

(Continued)

Exhibit C-1

Greene County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds										Nonmajor Funds		Total Governmental Funds			
	General	Special Purpose	Highway / Public Works		Education Debt Service	General Capital Projects	Highway Capital Projects	Other		Total						
	\$	0	\$	96,226	\$	0	\$	0	\$	0	\$	0	\$	96,226		
Restricted for General Government		119,448		0		0		0		0		189,443		308,891		
Restricted for Administration of Justice		24,067		0		0		0		0		215,277		239,344		
Restricted for Public Safety		59,169		0		0		0		0		0		59,169		
Restricted for Public Health and Welfare		0		0		2,743,392		0		0		0		2,743,392		
Restricted for Highways/Public Works		0		0		0		168,213		0		524,283		692,496		
Restricted for Debt Service		0		0		0		0		1,489,330		4,872,438		6,514,209		
Restricted for Capital Projects		0		0		0		0		0		0		0		
Committed:																
Committed for General Government		1,742		1,073,532		0		0		0		0		1,075,274		
Committed for Finance		48,401		0		0		0		0		0		48,401		
Committed for Administration of Justice		14,155		0		0		0		0		0		14,155		
Committed for Public Safety		176,027		0		0		0		0		0		176,027		
Committed for Public Health and Welfare		1,854		0		0		0		0		358,050		359,904		
Committed for Highways/Public Works		0		0		333,673		0		0		0		333,673		
Committed for Debt Service		0		0		0		659,140		0		4,568		663,708		
Assigned:																
Assigned for General Government		1,305,323		0		0		0		0		0		1,305,323		
Unassigned		3,458,774		0		0		0		0		0		3,458,774		
Total Fund Balances	\$	5,208,960	\$	1,169,758	\$	3,077,065	\$	827,353	\$	1,489,330	\$	4,872,438	\$	18,088,966		
Total Liabilities and Fund Balances	\$	13,868,159	\$	2,932,917	\$	5,211,639	\$	3,286,863	\$	1,973,830	\$	4,872,438	\$	2,935,964	\$	35,081,800

The notes to the financial statements are an integral part of this statement.

Exhibit C-2

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2011

Amounts reported for governmental activities in the statement of net assets (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 18,088,966
<p>(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>		
Add: land	\$ 500,320	
Add: construction in progress	1,584,889	
Add: buildings and improvements net of accumulated depreciation	5,567,120	
Add: other capital assets net of accumulated depreciation	2,891,905	
Add: infrastructure net of accumulated depreciation	<u>26,272,052</u>	36,816,286
<p>(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.</p>		
		820,927
<p>(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Less: notes payable	\$ (643,044)	
Less: bonds payable	(10,000,000)	
Less: other loans payable	(30,390,000)	
Add: deferred amount on refunding	650,384	
Add: unamortized discount on debt	59,933	
Add: deferred charges - debt issuance costs	355,244	
Less: compensated absences payable	(944,177)	
Less: other postemployment benefits liability	(397,500)	
Less: accrued interest on bonds, notes, and other loans payable	(95,503)	
Less: other deferred revenue - premium on debt	<u>(568,044)</u>	(41,972,707)
<p>(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.</p>		
Add: deferred delinquent property taxes and other deferred June 30, 2011	\$ 1,688,844	
Less: unearned revenue June 30, 2011	<u>(29,304)</u>	<u>1,659,540</u>
Net assets of governmental activities (Exhibit A)		<u>\$ 15,413,012</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-3

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	Major Funds							Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	General Capital Projects	Highway Capital Projects	Other			
							Governmental Funds	Other Funds		
Revenues										
Local Taxes	\$ 8,841,100	\$ 347,901	\$ 2,523,176	\$ 2,446,020	\$ 0	\$ 0	\$ 0	\$ 3,114,981	\$ 0	\$ 17,273,178
Licenses and Permits	323,551	0	0	0	0	0	0	0	0	323,551
Fines, Forfeitures, and Penalties	619,727	0	0	0	0	0	0	110,263	0	729,990
Charges for Current Services	3,608,824	0	0	0	0	0	0	127,642	0	3,736,466
Other Local Revenues	680,905	12,508	58,765	22,851	51,250	22,438	0	193,130	0	1,041,847
Fees Received from County Officials	2,636,447	0	0	0	0	0	0	0	0	2,636,447
State of Tennessee	1,579,739	1,039,792	2,504,891	0	0	0	0	74,932	0	5,199,354
Federal Government	105,455	0	13,928	0	0	0	0	99,577	0	218,960
Other Governments and Citizens Groups	1,146,144	0	26,957	0	0	0	0	1,100	0	1,174,201
Total Revenues	\$ 19,541,892	\$ 1,400,201	\$ 5,127,717	\$ 2,468,871	\$ 51,250	\$ 22,438	\$ 0	\$ 3,721,625	\$ 0	\$ 32,333,994
Expenditures										
Current:										
General Government	\$ 1,378,083	\$ 1,115,122	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,493,205
Finance	1,818,936	0	0	0	0	0	0	0	0	1,818,936
Administration of Justice	1,586,105	0	0	0	0	0	0	28,779	0	1,614,884
Public Safety	10,065,450	0	398,319	0	0	0	0	36,678	0	10,500,447
Public Health and Welfare	4,541,043	0	0	0	0	0	0	1,961,958	0	6,503,001
Social, Cultural, and Recreational Services	84,500	0	0	0	26,476	0	0	0	0	110,976
Agriculture and Natural Resources	208,505	0	0	0	0	0	0	0	0	208,505
Other Operations	802,137	0	0	0	0	0	0	0	0	802,137
Highways	0	0	5,170,776	0	0	0	0	0	0	5,170,776
Debt Service:										
Principal on Debt	0	0	0	1,665,397	0	0	0	820,000	0	2,485,397
Interest on Debt	0	0	0	968,815	0	0	0	723,644	0	1,692,459
Other Debt Service	0	0	0	44,941	0	0	0	20,072	0	65,013
Capital Projects	0	0	0	0	1,919,430	670,000	0	237,923	0	2,827,353
Capital Projects - Donated	0	0	0	0	1,484,775	0	0	0	0	1,484,775
Total Expenditures	\$ 20,484,759	\$ 1,115,122	\$ 5,569,095	\$ 2,679,153	\$ 3,430,681	\$ 670,000	\$ 0	\$ 3,829,054	\$ 0	\$ 37,777,864

(Continued)

Exhibit C-3

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Major Funds						Nonmajor Funds		Total Governmental Funds
	General	Special Purpose	Highway / Public Works	Education Debt Service	General Capital Projects	Highway Capital Projects	Other Governmental Funds		
Excess (Deficiency) of Revenues Over Expenditures	\$ (942,867)	\$ 285,079	\$ (441,378)	\$ (210,282)	\$ (3,379,431)	\$ (647,562)	\$ (107,429)	\$ (5,443,870)	
Other Financing Sources (Uses)									
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,640,000	\$ 5,520,000	\$ 0	\$ 9,160,000	
Notes Issued	0	0	0	0	484,500	0	0	484,500	
Premiums on Debt Issued	0	0	0	0	61,679	0	0	61,679	
Insurance Recovery	7,816	20,660	11,005	0	0	0	0	39,481	
Transfers In	0	0	0	30,637	0	0	0	30,637	
Transfers Out	(845,945)	0	0	0	0	0	(30,637)	(876,582)	
Total Other Financing Sources (Uses)	\$ (838,129)	\$ 20,660	\$ 11,005	\$ 30,637	\$ 4,186,179	\$ 5,520,000	\$ (30,637)	\$ 8,899,715	
Net Change in Fund Balances	\$ (1,780,996)	\$ 305,739	\$ (430,373)	\$ (179,645)	\$ 806,748	\$ 4,872,438	\$ (138,066)	\$ 3,455,845	
Fund Balance, July 1, 2010	6,989,956	864,019	3,507,438	1,006,998	682,582	0	1,582,128	14,633,121	
Fund Balance, June 30, 2011	\$ 5,208,960	\$ 1,169,758	\$ 3,077,065	\$ 827,353	\$ 1,489,330	\$ 4,872,438	\$ 1,444,062	\$ 18,088,966	

The notes to the financial statements are an integral part of this statement.

Exhibit C-4

Greene County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2011

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 3,455,845
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 4,022,492	
Less: current-year depreciation expense	<u>(3,032,617)</u>	989,875
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		
Less: decrease in net carrying value of assets		(825)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: unearned revenue June 30, 2010	\$ 31,928	
Less: unearned revenue June 30, 2011	(29,304)	
Add: deferred delinquent property taxes and other deferred June 30, 2011	1,688,844	
Less: deferred delinquent property taxes and other deferred June 30, 2010	<u>(1,699,659)</u>	(8,191)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Less: note proceeds	\$ (484,500)	
Less: bond proceeds	(9,160,000)	
Add: change in premium on debt issuances	37,333	
Add: change in unamortized discount on debt	59,933	
Add: change in deferred debt issuance costs	46,376	
Add: principal payments on notes	525,397	
Add: principal payments on other loans	820,000	
Add: principal payments on bonds	1,140,000	
Less: change in deferred amount on refunding debt	<u>(84,774)</u>	(7,100,235)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ (9,156)	
Change in other postemployment benefits liability	(124,900)	
Change in compensated absences payable	<u>(66,206)</u>	(200,262)
(6) Internal service funds are used by management to charge the cost of employee health benefits to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>820,927</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ (2,042,866)</u>

The notes to the financial statements are an integral part of this statement.

Greene County, Tennessee
Statement of Net Assets
Proprietary Fund
June 30, 2011

Governmental
 Activities -
 Internal
 Service Fund
Employee
 Insurance -
Health

ASSETS

Current Assets:

Cash	\$ 50
Equity in Pooled Cash and Investments	820,877
Total Assets	<u>\$ 820,927</u>

NET ASSETS

Unrestricted	<u>\$ 820,927</u>
Total Net Assets	<u><u>\$ 820,927</u></u>

The notes to the financial statements are an integral part of this statement.

Exhibit D-2

Greene County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Assets
Proprietary Fund
For the Year Ended June 30, 2011

	Governmental Activities - Internal Service Fund <hr/> Employee Insurance - Health <hr/>
<u>Operating Expenses</u>	
Medical Insurance	\$ 2,801
Other Supplies and Materials	20,000
Building Improvements	2,217
Total Operating Expenses	<hr/> \$ 25,018 <hr/>
Operating Income (Loss)	<hr/> \$ (25,018) <hr/>
<u>Nonoperating Revenues (Expenses)</u>	
Transfers from Other Funds	\$ 845,945
Total Nonoperating Revenues (Expenses)	<hr/> \$ 845,945 <hr/>
Change in Net Assets	\$ 820,927
Net Assets, July 1, 2010	<hr/> 0 <hr/>
Net Assets, June 30, 2011	<hr/> \$ 820,927 <hr/>

The notes to the financial statements are an integral part of this statement.

Exhibit D-3

Greene County, Tennessee
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2011

	Governmental Activities - Internal Service Fund <hr/> Employee Insurance - Health <hr/>
<u>Cash Flows from Operating Activities</u>	
Payments to Insurers	\$ (2,801)
Payments to Vendors	(22,217)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (25,018)</u>
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfers from Other Funds	<u>\$ 845,945</u>
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ 845,945</u>
Increase (Decrease) in Cash	\$ 820,927
Cash, July 1, 2010	<u>0</u>
Cash, June 30, 2011	<u><u>\$ 820,927</u></u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided</u>	
<u>By (Used In) Operating Activities</u>	
Operating Income (Loss)	<u>\$ (25,018)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (25,018)</u></u>

The notes to the financial statements are an integral part of this statement.

Exhibit E

Greene County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2011

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 2,002,800
Equity in Pooled Cash and Investments	362
Accounts Receivable	239
Due from Other Governments	1,602,542
Property Taxes Receivable	2,395,603
Allowance for Uncollectible Property Taxes	<u>(79,163)</u>
Total Assets	<u>\$ 5,922,383</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 4,453
Due to Other Funds	6,739
Due to Cities	929
Due to Other Taxing Units	3,907,223
Due to Litigants, Heirs, and Others	<u>2,003,039</u>
Total Liabilities	<u>\$ 5,922,383</u>

The notes to the financial statements are an integral part of this statement.

GREENE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Greene County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Greene County:

A. Reporting Entity

Greene County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Greene County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

Discretely Presented Component Units – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Greene County School Department operates the public school system in the county, and the voters of Greene County elect its board. The School Department is fiscally dependent on the county because it may not issue debt without county approval, and its budget and property tax levy are subject to the County Commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Greeneville-Greene County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Greene County, and the Greene County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval.

The Greene County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the School Department are included in this report as listed in the table of contents. Complete financial statements of the Greeneville-Greene County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Greeneville-Greene County Emergency
Communications District
111 Union Street
Greeneville, TN 37843

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in the government-wide financial statements. However, the primary government of Greene County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Greene County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Greene County issues all debt for the discretely presented Greene County School Department. Net debt issues totaling \$1,474,500 were contributed by the county to the School Department during the year ended June 30, 2011.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Greene County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Greene County only reports one proprietary fund, an internal service fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues, including grants and similar items, to be available if they are collected within 30 days after year-end, and all eligibility requirements imposed by providers have been met. The discretely presented Greene County School Department considers revenues other than grants to be available if they are collected within 30 days after year-end and considers grants and similar revenues to be available if they are collected within 60 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Greene County reports the following major governmental funds:

General Fund – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Purpose Fund – This special revenue fund accounts for the financial transactions pertaining to Greene County’s and the Greene County School Department’s workers’ compensation and general liability insurance coverage plans. Local taxes and State Revenue Sharing - TVA funds are the foundational revenues of this fund.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county’s Highway Department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

Education Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt issued for the Greene County School Department.

General Capital Projects Fund – This fund accounts for the financial resources to be used in the acquisition or construction of capital facilities or other capital assets and the issuance of capital outlay notes and bonds contributed to the School Department.

Highway Capital Projects Fund – This fund accounts for the financial resources to be used for the acquisition or construction of highway capital assets.

Additionally, Greene County reports the following fund types:

Internal Service Fund – The Employee Insurance - Health Fund was established during the year to provide resources for a self-insured health program that is to begin operations during the 2011-12 year.

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Greene County, the city school system's share of educational revenues, and assets held in a custodial capacity for a joint venture. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Greene County School Department reports the following major governmental fund:

General Purpose School Fund – This fund is the primary operating fund for the School Department. It is used to account for general operations of the School Department.

Additionally, the Greene County School Department reports the following fund types:

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations for the School Department.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund, which is used to account for the employees' health insurance program. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal

operating revenues of the county's internal service fund will be charges for services in 2011-12. Operating expenses for the internal service fund will include administrative expenses and health insurance costs.

It is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes demand deposits and cash on deposit with the county trustee.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Greene County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Income from these pooled investments is assigned to the various funds based on the approved budgets. Greene County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit and investments in the State Treasurer's Investment Pool are reported at cost. The State Treasurer's Investment Pool is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC-registered mutual funds to use amortized cost rather than fair value to report net assets to compute share prices if certain conditions are met. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed

for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

Activity between funds for unremitted current collections outstanding at the end of the fiscal year is referred to as due to/from other funds.

All ambulance and property taxes receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.75 percent of total taxes levied.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as deferred revenue as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet with offsetting deferred revenue to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Claims and judgments payable totaling \$1,386,452 are discussed in Note V.A., Risk Management. The \$256,676 balance in Other Current Liabilities on the Statement of Net Assets for the School Department represents the remaining balance in the teachers' insurance clearing account.

3. Capital Assets

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more (\$7,500 for like items purchased at the same time) and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented School Department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	30 - 40
Other Capital Assets	3 - 12
Infrastructure	3 - 75

4. Compensated Absences

It is the county's and the discretely presented School Department's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. There is no liability for unpaid accumulated sick leave since neither Greene County nor the School Department has policies to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the School

Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

5. Long-term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Assets. Debt premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method. Debt issuance costs are reported as deferred charges and amortized over the term of the related debt. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is netted against the new debt and amortized over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, claims and judgments, other postemployment benefits, and special termination benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

6. Net Assets and Fund Equity

In the government-wide financial statements and the proprietary fund in the fund financial statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of restricted or invested in capital assets, net of related debt.

As of June 30, 2011, Greene County had \$22,283,044 in outstanding debt for capital purposes for the discretely presented Greene County School Department. This debt is a liability of Greene County, but the capital assets acquired are reported in the financial statements of the School Department. Therefore, Greene County has incurred a liability significantly decreasing its unrestricted net assets with no corresponding increase in the county's capital assets.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission, the county's highest level of decision-making authority and the Board of Education, the School Department's highest level of decision-making authority.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes, but are neither restricted nor committed (excluding stabilization arrangements). The County Commission and the Board of Education are authorized bodies to make assignments. Assigned fund balance of \$1,305,323 in the General Fund consists of the amount of fund balance approved for use in the budget for fiscal year ending June 30, 2012. Assigned fund balance of \$535,724 in the discretely presented

School Department's General Purpose School Fund consists of \$526,326 assigned for encumbrances and \$9,398 for other purpose.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Assets

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of government funds with the government-wide Statement of Net Assets.

Discretely Presented Greene County School Department

Exhibit J-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of government funds with the government-wide Statement of Net Assets.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

Primary Government

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net assets of governmental activities reported in the government-wide Statement of Activities.

Discretely Presented Greene County School Department

Exhibit J-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net assets of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the District Attorney General and Constitutional Officers - Fees funds (special revenue funds), which are not budgeted, and the capital projects funds, which adopt project length budgets. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, County Mayor/Executive, County Attorney, and Election Commission etc.). Management may make revisions within major categories, but only the County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2011, Greene County and the discretely presented School Department reported the following significant encumbrances:

<u>Fund</u>	<u>Purpose</u>	<u>Amount</u>
Primary Government:		
Major Fund:		
Highway/Public Works	Bridge construction	\$ 234,000
General Capital Projects	Building improvements	1,095,895
Discretely Presented School Department:		
Major Fund:		
General Purpose School	Building improvements	245,038
Nonmajor Fund:		
Education Capital Projects	School construction	706,903

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations in the Juvenile Services major appropriation category (the legal level of control) of the General Fund by \$20,494. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by excess appropriations in other major categories of expenditures.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Greene County and the Greene County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net assets as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net assets represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

The county had no pooled and nonpooled investments as of June 30, 2011.

B. Derivative Instrument

At June 30, 2011, Greene County had no derivative instruments outstanding. The derivative instrument disclosed in the financial report for the prior year matured and was retired during the current year.

C. Capital Assets

Capital assets activity for the year ended June 30, 2011, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-10	Increases	Decreases	Balance 6-30-11
Capital Assets Not Depreciated:				
Land	\$ 500,320	\$ 0	\$ 0	\$ 500,320
Construction in Progress	663,293	921,596	0	1,584,889
Total Capital Assets Not Depreciated	<u>\$ 1,163,613</u>	<u>\$ 921,596</u>	<u>\$ 0</u>	<u>\$ 2,085,209</u>

Governmental Activities (Cont.):

	Balance 7-1-10	Increases	Decreases	Balance 6-30-11
Capital Assets Depreciated:				
Buildings and Improvements	\$ 11,115,625	\$ 291,281	\$ 0	\$ 11,406,906
Infrastructure	57,923,771	1,477,103	0	59,400,874
Other Capital Assets	11,906,057	1,332,512	(564,080)	12,674,489
Total Capital Assets Depreciated	\$ 80,945,453	\$ 3,100,896	\$ (564,080)	\$ 83,482,269
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 5,481,397	\$ 358,389	\$ 0	\$ 5,839,786
Infrastructure	31,356,032	1,772,790	0	33,128,822
Other Capital Assets	9,444,401	901,438	(563,255)	9,782,584
Total Accumulated Depreciation	\$ 46,281,830	\$ 3,032,617	\$ (563,255)	\$ 48,751,192
Total Capital Assets Depreciated, Net	\$ 34,663,623	\$ 68,279	\$ (825)	\$ 34,731,077
Governmental Activities Capital Assets, Net	\$ 35,827,236	\$ 989,875	\$ (825)	\$ 36,816,286

Depreciation expense was charged to functions of the primary government as follows:

General Government	\$ 83,160
Finance	13,652
Administration of Justice	7,614
Public Safety	547,226
Public Health and Welfare	266,617
Other Operations	36,759
Highways/Public Works	2,077,589
Total Depreciation Expense - Governmental Activities	\$ 3,032,617

Discretely Presented Greene County School Department

Governmental Activities:

	Balance 7-1-10	Increases	Decreases	Balance 6-30-11
Capital Assets Not Depreciated:				
Land	\$ 886,166	\$ 0	\$ 0	\$ 886,166
Construction in Progress	217,955	210,386	(217,955)	210,386
Total Capital Assets Not Depreciated	\$ 1,104,121	\$ 210,386	\$ (217,955)	\$ 1,096,552
Capital Assets Depreciated:				
Buildings and Improvements	\$ 46,996,064	\$ 368,069	\$ 0	\$ 47,364,133
Other Capital Assets	13,073,406	1,134,200	(19,917)	14,187,689
Total Capital Assets Depreciated	\$ 60,069,470	\$ 1,502,269	\$ (19,917)	\$ 61,551,822
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 18,410,195	\$ 1,040,902	\$ 0	\$ 19,451,097
Other Capital Assets	7,587,924	1,245,712	0	8,833,636
Total Accumulated Depreciation	\$ 25,998,119	\$ 2,286,614	\$ 0	\$ 28,284,733
Total Capital Assets Depreciated, Net	\$ 34,071,351	\$ (784,345)	\$ (19,917)	\$ 33,267,089
Governmental Activities Capital Assets, Net	\$ 35,175,472	\$ (573,959)	\$ (237,872)	\$ 34,363,641

Depreciation expense was charged to functions of the discretely presented Greene County School Department as follows:

Governmental Activities:

Instruction	\$ 1,733,862
Support Services	373,271
Operation of Non-Instructional Services	<u>179,481</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,286,614</u>

D. Construction Commitments

At June 30, 2011, Greene County had uncompleted construction commitments in the General Capital Projects Fund related to an energy conservation program for various county buildings totaling \$1,095,895. Funding has been received for these future expenditures.

At June 30, 2011, Greene County had uncompleted construction commitments in the Highway/Public Works Fund related to bridge programs totaling \$234,000. Funding for these future expenditures is expected to be provided by federal grants (\$187,200) and available fund balance (\$46,800).

The discretely presented School Department had uncompleted construction commitments of \$245,038 and \$706,903 in the General Purpose School and Education Capital Projects funds, respectively at June 30, 2011. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2011, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental	\$ 19,445
General Capital Projects	Education Debt Service	484,500
Nonmajor governmental	General	109,858
General	Special Purpose	2,468
General	Agency	6,739

The amount due to the General Capital Projects Fund from the Education Debt Service Fund resulted from note proceeds being deposited to the wrong fund. The remaining balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Due to/from Primary Government and Component Units:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government: Education Debt Service Special Purpose	Component Unit: General Purpose School General Purpose School	\$ 115,557 2,500
Component Unit: Education Capital Projects	Primary Government: General Capital Projects	484,500

Interfund Transfers:

Interfund transfers for the year ended June 30, 2011, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In	
	Education Debt Service Fund	Employee Insurance - Health Fund
General Fund	\$ 0	\$ 845,945
Nonmajor governmental funds	30,637	0
Total	<u>\$ 30,637</u>	<u>\$ 845,945</u>

Discretely Presented Greene County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 200,000
Nonmajor governmental funds	13,467	0
Total	<u>\$ 13,467</u>	<u>\$ 200,000</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

The county issues general obligation bonds and other loans to provide funds for the acquisition, construction, and renovation of major capital facilities. In addition, general obligation bonds and other loans have been issued to refund other debt issuances. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment.

General obligation bonds, capital outlay notes, and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds, capital outlay notes, and other loans outstanding were issued for original terms of up to 21 years for bonds, up to 17 years for notes, and up to 17 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds, notes, and other loans included in long-term debt as of June 30, 2011, will be retired from the General Debt Service and Education Debt Service funds.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2011, for governmental activities are as follows:

Type	Interest Rate	Original Amount of Issue	Balance 6-30-11
General Obligation Bonds	2 to 4.375 %	\$ 11,230,000	\$ 8,750,000
General Obligation Rural School Bonds	2.25 to 4.6	4,915,000	1,315,000
General Obligation Rural School Bonds, Refunding	2.5 to 5	22,330,000	20,325,000
Capital Outlay Notes	0 to 4.06	1,034,634	643,044
Other Loans Payable - Fixed Rate	4 to 5.25	10,000,000	10,000,000

In prior years, Greene County had borrowed \$10,000,000 under a loan agreement with the Blount County Public Building Authority to finance road improvements, re-surfacing, and to refinance bonds and other loans. The Blount County Public Building Authority loan is repayable at an interest rate that is a tax-exempt fixed rate.

The annual requirements to amortize all general obligation bonds, notes, and other loans outstanding as of June 30, 2011, including interest payments, are presented in the following tables.

Year Ending June 30	Notes		
	Principal	Interest	Total
2012	\$ 518,222	\$ 9,556	\$ 527,778
2013	25,822	4,809	30,631
2014	26,881	3,750	30,631
2015	27,983	2,647	30,630
2016	29,131	1,499	30,630
2017	15,005	305	15,310
Total	\$ 643,044	\$ 22,566	\$ 665,610

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2012	\$ 275,000	\$ 484,575	\$ 759,575
2013	905,000	473,575	1,378,575
2014	955,000	437,375	1,392,375
2015	1,020,000	389,625	1,409,625
2016	1,075,000	338,625	1,413,625
2017-2021	5,770,000	877,375	6,647,375
Total	<u>\$ 10,000,000</u>	<u>\$ 3,001,150</u>	<u>\$ 13,001,150</u>

Year Ending June 30	Bonds		
	Principal	Interest	Total
2012	\$ 1,795,000	\$ 1,137,094	\$ 2,932,094
2013	1,455,000	1,091,810	2,546,810
2014	1,520,000	1,041,456	2,561,456
2015	1,585,000	988,632	2,573,632
2016	1,655,000	932,047	2,587,047
2017-2021	8,410,000	3,670,187	12,080,187
2022-2026	13,970,000	1,524,856	15,494,856
Total	<u>\$ 30,390,000</u>	<u>\$ 10,386,082</u>	<u>\$ 40,776,082</u>

There is \$1,356,204 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$530, based on the 2010 federal census for residents living outside the Greeneville school district and \$127 for residents living inside the Greeneville school district. Debt per capita, including bonds, notes, and other loans, totaled \$687, based on the 2010 federal census for residents living outside the Greeneville school district and \$272 for residents living inside the Greeneville school district.

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2011, was as follows:

Governmental Activities:

	Bonds	Notes
Balance, July 1, 2010	\$ 22,370,000	\$ 683,941
Additions	9,160,000	484,500
Deductions	(1,140,000)	(525,397)
Balance, June 30, 2011	<u>\$ 30,390,000</u>	<u>\$ 643,044</u>
Balance Due Within One Year	<u>\$ 1,795,000</u>	<u>\$ 518,222</u>

Governmental Activities (Cont.):

	Other Loans	Compensated Absences
Balance, July 1, 2010	\$ 10,820,000	\$ 877,971
Additions	0	635,697
Deductions	<u>(820,000)</u>	<u>(569,491)</u>
Balance, June 30, 2011	<u>\$ 10,000,000</u>	<u>\$ 944,177</u>
Balance Due Within One Year	<u>\$ 275,000</u>	<u>\$ 580,292</u>

	Other Postemployment Benefits
Balance, July 1, 2010	\$ 272,600
Additions	159,900
Deductions	<u>(35,000)</u>
Balance, June 30, 2011	<u>\$ 397,500</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2011	\$ 42,374,721
Less: Balance Due Within One Year	(3,168,514)
Less: Deferred Amount on Refunding	<u>(650,384)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 38,555,823</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds.

Discretely Presented Greene County School Department

Changes in Long-term Liabilities

Long-term liability activity for the discretely presented Greene County School Department for the year ended June 30, 2011, was as follows:

Governmental Activities:

	Termination Benefits	Compensated Absences
Balance, July 1, 2010	\$ 32,358	\$ 75,323
Additions	597,160	63,103
Deductions	(248,914)	(75,323)
Balance, June 30, 2011	<u>\$ 380,604</u>	<u>\$ 63,103</u>
Balance Due Within One Year	<u>\$ 380,604</u>	<u>\$ 59,947</u>

	Other Postemployment Benefits
Balance, July 1, 2010	\$ 1,235,573
Additions	1,898,936
Deductions	(891,567)
Balance, June 30, 2011	<u>\$ 2,242,942</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2011	\$ 2,686,649
Less: Balance Due Within One Year	<u>(440,551)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 2,246,098</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

G. Pledges of Receivables and Future Revenues

Hotel/Motel Tax Revenues Pledged

Greene County pledged the portion of hotel/motel tax that was designated to support or promote the performing arts to repay \$229,000 in capital outlay notes issued in August 2007 to finance the construction of a band room at a county school. The notes are also guaranteed by the county in the event the hotel/motel tax revenues are insufficient to meet the debt service

requirements on the notes. The hotel/motel tax collections are projected to produce 100 percent of the debt service requirements over the life of the notes. Total principal and interest for the notes is \$168,466, with annual requirements ranging from \$30,630 in the next fiscal year to \$15,315 in the final year. For the current year, principal and interest paid and hotel/motel tax generated were \$30,630 and \$59,094, respectively.

Component Unit Revenues Pledged for Primary Government Debt

In 2000, the citizens of Greene County voted to increase the local option sales tax rate from 2.5 percent to 2.75 percent. The increase in local option sales tax was restricted to education purposes. In 2001, the Greene County School Department pledged, as security for bonds issued by Greene County, an annual amount not to exceed \$250,000 of restricted funds received from the state for capital outlay purchases and the entire amount of the local option sales tax increase. The bonds issued by Greene County in 2001 totaling \$18 million to provide financing for school construction and the related refunding bonds of \$14,980,000 issued in 2005 are payable through 2026. Total principal and interest remaining on the debt is \$21,651,406 with annual requirements ranging from \$1,145,169 in the next fiscal year to \$1,727,406 in the final year. In 2004, the County Commission granted the School Department a temporary waiver of its pledge to use its restricted funds received from the state to pay principal and interest on the bonds. The School Department was required to resume using the restricted funds to pay principal and interest on the bonds in 2011. For the current year, principal and interest paid by the county and local option sales tax allocated to the Education Debt Service Fund were \$1,137,844 and \$631,891, respectively.

The Greene County School Department pledged, as security for bonds issued by Greene County, the annual savings arising from its energy conservation program. The bonds issued by Greene County in 2001 totaling \$3,925,000 to provide financing for energy conservation improvements and the related refunding bonds of \$2,150,000 issued in 2005 are payable through 2012 and 2016, respectively. The School Department pledged its total annual savings until the bonds are retired in 2016. Total principal and interest remaining on the debt is \$2,702,344 with annual requirements ranging from \$416,969 in the next fiscal year to \$489,600 in the final year. In 2004, the County Commission granted the School Department a temporary waiver of its pledge to use savings from its energy conservation program to pay principal and interest on the bonds. It is anticipated that the School Department will be required to resume using the pledged revenue to pay principal and interest on the bonds in 2012. For the current year, principal and interest paid by the county was \$404,781.

H. On-Behalf Payments – Discretely Presented Greene County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Greene County School Department. These payments are

made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2011, were \$352,149 and \$47,450, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Greene County and the Greene County School Department have established a self-insurance program for risks associated with general liability, property, casualty, and workers' compensation. The self-insurance program is accounted for as a special revenue fund (Special Purpose Fund) in which assets are set aside for claim settlements. The county and the School Department retain the risk of loss to a limit of \$250,000 per individual claim, or \$2,000,000 in the aggregate for general liability, property, and casualty losses. The county and the School Department are self-insured to a limit of \$250,000 per individual claim, or \$1,000,000 in the aggregate for workers' compensation. Amounts exceeding these limits are covered by excess loss policies. A fee is paid to a third-party agent who investigates claims and determines action to be taken.

Liabilities of the self-insurance program are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. This fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. All of the balance of claims liabilities at fiscal year end is considered to be due within one year. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
<u>Special Purpose Fund</u>				
2009-10	\$ 1,512,652	\$ 625,823	\$ (589,180)	\$ 1,549,295
2010-11	1,549,295	504,280	(667,123)	1,386,452

The county carried commercial insurance for the risk of loss for employee health and accident. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years. During the year, Greene County established a self-insurance fund for employee health insurance, which will begin operations in the 2011-12 year.

The discretely presented Greene County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

B. Accounting Change

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* became effective for the year ended June 30, 2011.

GASB Statement No. 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. These classifications include nonspendable, restricted, committed, assigned, and unassigned and are based on the relative strength of the constraints that control how specific amounts can be spent. Also Statement No. 54 clarified the definitions of the General Fund and the special revenue, capital projects, debt service, and permanent fund types. Greene County and the Greene County School Department have implemented provisions of this statement in the financial statements of this report for their governmental funds.

C. Subsequent Event

On November 30, 2011, Greene County issued \$6,665,000 in general obligation refunding bonds.

D. Contingent Liabilities

On August 18, 2003, the Greene County Commission approved the issuance and sale by the Town of Greeneville, Tennessee, of its airport revenue and tax refunding and improvement bonds not to exceed \$1,350,000, which are payable from the revenues of the Greeneville-Greene County Airport Authority. The Airport Authority is a joint venture between the Town of Greeneville and Greene County. The county pledged the full faith and credit of the county for one-half of the costs incurred in relation to the issuance,

sale, delivery, and prompt payment of the bonds in the event of a deficiency in airport revenues.

There are several pending lawsuits in which the county is involved. Based on letters from attorneys, management believes that potential claims not already recorded in the self-insurance program would not materially affect the financial statements of the county.

E. Joint Ventures

The county is a participant with the Town of Greeneville in joint ventures to operate Greeneville-Greene County Airport Authority, Greeneville-Greene County Library, Greeneville-Greene County Landfill, Kinser Park Commission, and Greeneville-Greene County Sports Complex Commission.

The Greeneville-Greene County Airport Authority operates the county's only airport facility. The authority is governed by a five-member body comprising two appointees from the county, two from the town, and one member elected by the board. The authority generates operating revenue from leasing buildings and hangars and from appropriations from the county and town. For the year ended June 30, 2011, the county remitted \$30,380 to the authority to subsidize its operations.

The Greeneville-Greene County Library Board operates a library facility that is equally owned by the county and the Town of Greeneville. The library generates its operating revenue from donations, fines, copy fees, and appropriations from the county and town. For the year ended June 30, 2011, the county remitted \$84,500 to the library to subsidize its operations.

The Greeneville-Greene County Landfill is governed by a seven-member Municipal Solid Waste Region Board including three appointees from the county, three from the Town of Greeneville, and one from the City of Tusculum. The landfill currently accepts only demolition waste for disposal on site. The landfill also serves as a transfer station for class 1 and 2 waste, which is hauled out of the county. Greene County shares the costs of this operation with the Town of Greeneville, and the town serves as fiscal agent. For the year ended June 30, 2011, the county paid \$691,178 toward the operating costs, which included closure/postclosure care of the old landfill site, operations of the transfer station, and tipping fees for the disposal of the county's class 1 and 2 solid waste. Greene County, along with the Town of Greeneville, has entered into two contracts in-lieu-of performance bonds with the Tennessee Department of Environment and Conservation to ensure proper operation and closure/postclosure of the landfill facilities. The total of these contracts in-lieu-of performance bonds is approximately \$1,585,715, which the county and town each guarantee 50 percent.

The Kinser Park Commission oversees the operation of Kinser Park, a recreation facility that includes camping, swimming, and golf. The commission is governed by a nine-member body including two appointees

from both the county and town and five citizens at large selected by the other park commissioners. In addition, the mayors of the Town of Greeneville and Greene County serve as ex-officio members of the body. The commission generates its operating revenue from concessions, rental fees, and appropriations from the county and town. For the year ended June 30, 2011, the county remitted \$29,400 to the commission to subsidize its operations.

Greene County and the Town of Greeneville entered into an agreement to form the Greeneville-Greene County Sports Complex Commission to oversee the construction, operation, and maintenance of a jointly owned sports complex on Hal Henard Road. The complex is managed by a seven-member commission consisting of: the county mayor, the town mayor, a county commissioner, a town alderman and three members of the town's Parks and Recreation Advisory Board. Day-to-day operations are performed by the town's Parks and Recreation Department. All revenues are applied toward the operating and maintenance costs with any annual surplus reserved for future expenses of the complex. The costs of management, operation, maintenance, and improvements are funded equally (50/50) and the Town of Greeneville serves as the fiscal agent for the complex. For the year ended June 30, 2011, the county remitted \$29,400 to the commission to subsidize its operations.

The Third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Third Judicial District; Greene, Hamblen, Hancock, and Hawkins counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Greene County made no contributions to the DTF for the year ended June 30, 2011, and does not have any equity interest in this joint venture.

The Upper East Tennessee Juvenile Detention Center was formed through cooperative agreements between Greene County and the counties of Carter, Hawkins, Johnson, Sullivan, Unicoi, and Washington for the operation of a program to divert youth from commitment to the Department of Correction facilities. This program is governed by a board of directors designated by the counties. The board of directors has contracted with Universal Health Services, Inc., to undertake the management of this program. Operation costs to the counties are allocated according to percentages based on population. Greene County's participation is 13.6 percent. The county also pays a daily fee for individuals from the county using the facility.

Complete financial statements for these joint ventures can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Greeneville-Greene County Airport Authority
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Greeneville-Greene County Library
210 North Main Street
Greeneville, TN 37843

Greeneville-Greene County Landfill
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

Kinser Park Commission
650 Kinser Park Lane
Greeneville, TN 37843

Greeneville-Greene County Sports
Complex Commission
c/o Town of Greeneville
200 North College Street
Greeneville, TN 37843

District Attorney General
Third Judicial District
124 Austin Street, Suite 3
Greeneville, TN 37745

Upper East Tennessee Regional Juvenile
Detention Center
307 Wesley Street
Johnson City, TN 37601

F. Jointly Governed Organizations

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64 of *Tennessee Code Annotated (TCA)*, and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Washington, and Unicoi. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center. The authority is governed by a board of directors consisting of the county mayors/executives of each county or the county mayors'/executives' designee

and one nonvoting member representing: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center manager (as an ex-officio member), is in charge of the daily operation of the center.

Discretely Presented Greene County School Department

The Upper East Tennessee Educational Cooperative (UETEC) was reported as a jointly governed organization in prior years, but was dissolved during the 2010-11 year. The cooperative had been established through a contractual agreement between the boards of education of Greene County and various other counties and cities in the upper East Tennessee area to provide the First Tennessee-Virginia Development District with educational programs and services of higher quality, greater scope, and greater accessibility. The cooperative was governed by a board of control, consisting of one board member and the directors of schools from each of the systems. Funding for the cooperative was provided through state grants and member schools' contributions. Upon dissolution, residual balances of the cooperative were remitted to the participating school districts.

UETEC entered into an agreement to establish and operate the Northeast Tennessee Cooperative (NETCO) to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each of the members' school food service systems. NETCO continues to operate after the dissolution of UETEC. NETCO has contracted with a coordinating district (Johnson City School System) and a service provider to operate this service. Unicoi County School Department, along with certain other former member districts of UETEC, is also a member of NETCO. NETCO is governed by a representative committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice-chair, secretary, treasurer, and a member-at-large from the representative committee.

G. Retirement Commitments

Plan Description

Employees of Greene County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident

or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Greene County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://www.tn.gov/treasury/tcrs/PS/>.

Funding Policy

Greene County requires employees to contribute five percent of their earnable compensation. The county is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2011, was 10.2 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the county is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2011, the county's annual pension cost of \$1,826,084 to TCRS was equal to the county's required and actual contributions. The required contribution was determined as part of the July 1, 2009, actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected postretirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The county's unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2009, was ten years. An actuarial valuation was performed as of July 1, 2009, which established contribution rates effective July 1, 2010.

Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6-30-11	\$1,826,084	100%	\$0
6-30-10	1,727,784	100	0
6-30-09	1,720,818	100	0

Funded Status and Funding Progress

As of July 1, 2009, the most recent actuarial valuation date, the plan was 81.27 percent funded. The actuarial accrued liability for benefits was \$48 million, and the actuarial value of assets was \$39 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$9 million. The covered payroll (annual payroll of active employees covered by the plan) was \$17 million, and the ratio of the UAAL to the covered payroll was 52.07 percent.

The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The annual required contribution was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

SCHOOL TEACHERS

Plan Description

The Greene County School Department contributes to the State Employees, Teachers, and Higher Education Employees' Pension Plan (SETHEEPP), a cost-sharing multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service.

Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979, are vested after five years of service. Members joining prior to July 1, 1979, are vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. Cost of living adjustments (COLA) are provided to retirees each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The annual COLA is capped at three percent.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230, or can be accessed at www.tn.gov/treasury/tcrs/Schools.

Funding Policy

Most teachers are required by state statute to contribute five percent of their salaries to the plan. The employer contribution rate for the School Department is established at an actuarially determined rate. The employer rate for the fiscal year ended June 30, 2011, was 9.05 percent of annual covered payroll. The employer contribution requirement for the School Department is established and may be amended by the TCRS Board of Trustees. The employer's contributions to TCRS for the years ended June 30, 2011, 2010, and 2009, were \$2,197,637, \$1,563,461, and \$1,557,848, respectively, equal to the required contributions for each year.

H. Other Postemployment Benefits (OPEB)

Primary Government

Plan Description

Greene County participates in a commercial postemployment benefits plan administered by Blue Cross/Blue Shield of Tennessee for medical benefits for retirees. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by the County Commission.

Funding Policy

The plan is purchased commercially and financed on a pay-as-you-go basis. The county develops its own contribution policy in terms of subsidizing active

employees or retired employees' premiums. Eligibility is determined based upon the employee's age and length of service. Eligible employees are those who have attained age 50 and who have more than 30 years of service, consisting of 20 years or more with Greene County, with credit for up to ten years of other service under the Tennessee Consolidated Retirement System and up to four years credit for military service. Greene County pays 50 percent of the cost for single coverage. Greene County does not pay any additional amounts towards spouse coverage.

Annual OPEB Cost and Net OPEB Obligation

ARC	\$ 160,300
Interest on the NPO	10,900
Adjustment to the ARC	(11,300)
Annual OPEB cost	<u>\$ 159,900</u>
Amount of contribution	(35,000)
Increase/decrease in NPO	\$ 124,900
Net OPEB obligation, 7-1-10	<u>272,600</u>
 Net OPEB obligation, 6-30-11	 <u><u>\$ 397,500</u></u>

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
6-30-09	County Commercial	\$ 177,100	22%	\$ 137,900
6-30-10	"	185,200	27	272,600
6-30-11	"	159,900	22	397,500

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2010, was as follows:

Actuarial valuation date	7-1-10
Actuarial accrued liability (AAL)	\$ 1,515,700
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 1,515,700
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 12,875,000
UAAL as a % of covered payroll	12%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about

the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

In the July 1, 2010, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a four percent investment rate of return and an annual healthcare cost trend rate of 9.5 percent initially, reduced by decrements to an ultimate rate of 5.5 percent by fiscal year 2018. The unfunded actuarial accrued liability is being amortized over a 30-year period beginning with July 1, 2008.

Discretely Presented Greene County School Department

Plan Description

The School Department participates in the state-administered Local Education Group Insurance Plan for healthcare benefits. For accounting purposes, the plan is an agent multiple-employer defined benefits OPEB plan. Benefits are established and amended by an insurance committee created by Section 8-27-302, *Tennessee Code Annotated* for teachers. In previous fiscal years, prior to reaching the age of 65, all members had the option of choosing a preferred provider organization (PPO), point of service (POS), or health maintenance organization (HMO) plan for healthcare benefits. However, as of January 1, 2010, the insurance plan structure was changed, and as a result all members now have the option of choosing between the standard or partnership preferred provider organization (PPO) plan for healthcare benefits. Subsequent to age 65, members who are also in the state's retirement system may participate in a state-administered Medicare Supplement Plan that does not include pharmacy. The plans are reported in the State of Tennessee Comprehensive Annual Financial Report (CAFR). The CAFR is available on the state's website at <http://tn.gov/finance/act/cafr.html>.

Funding Policy

The premium requirements of the Local Education Group Plan members are established and may be amended by the insurance committee. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. The employers develop their own contribution policy in terms of subsidizing active employees or retired employees' premiums since the committee is not prescriptive on that issue. The state does not provide a subsidy for local government participants; however, the state does provide a partial subsidy to Local Education Agency pre-65 teachers and a full subsidy based on years of service for post-65 teachers in the Medicare Supplement Plan. The required contribution rate for retired teachers ranges from zero to 60 percent based on the years of service. During the year ended June 30, 2011, the discretely presented School Department contributed \$891,567 for postemployment healthcare benefits.

Annual OPEB Cost and Net OPEB Obligation

	Local Education Group Plan
	<hr/>
ARC	\$ 1,896,000
Interest on the NPO	55,601
Adjustment to the ARC	(52,665)
Annual OPEB cost	<hr/> \$ 1,898,936
Amount of contribution	(891,567)
Increase/decrease in NPO	<hr/> \$ 1,007,369
Net OPEB obligation, 7-1-10	<hr/> 1,235,573
Net OPEB obligation, 6-30-11	<hr/> <hr/> \$ 2,242,942

Fiscal Year Ended	Plan	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation at Year End
<hr/>				
6-30-09	Local Education Group	\$ 820,057	83%	\$ 190,605
6-30-10	"	1,881,453	45	1,235,573
6-30-11	"	1,898,936	47	2,242,942

Funded Status and Funding Progress

The funded status of the plan as of July 1, 2010, was as follows:

	<u>Local Education Group Plan</u>
Actuarial valuation date	7-1-10
Actuarial accrued liability (AAL)	\$ 16,920,000
Actuarial value of plan assets	\$ 0
Unfunded actuarial accrued liability (UAAL)	\$ 16,920,000
Actuarial value of assets as a % of the AAL	0%
Covered payroll (active plan members)	\$ 30,346,788
UAAL as a % of covered payroll	56%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

In the July 1, 2010, actuarial valuation for the Local Education Group Plan, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of ten percent for 2011. The trend will decrease to 9.5 percent in fiscal year 2012 and then will be reduced by decrements to an ultimate rate of five percent by fiscal year 2021. Both rates include a three percent inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis over a 30-year period beginning with June 30, 2008.

I. Termination Benefits

The Greene County School Department has entered into a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who have (a) at least 20 years of service in Greene County and who have attained age 60 or (b) have a minimum of 30 years of credited membership in the Tennessee Consolidated Retirement System. The plan gives teachers who have met the above requirements a bonus of 35 percent of the teacher's salary for the last year employed, either in a lump sum distribution or in three annual installments.

J. Office of Central Accounting

Greene County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county mayor and highway superintendent. These funds are maintained in the Office of Central Accounting under the supervision of the director of accounts and budgets.

K. Purchasing Laws

Offices of County Mayor and Superintendent of Highways

The Office of Purchasing Agent was established under the provisions of the Purchasing Act of 1957. This statute provides for the purchasing agent to make all purchases for the County Mayor's Office and the Highway Department. Purchasing procedures for the Highway Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated (TCA)*. These statutes provide for purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Greene County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000.

VI. **OTHER NOTES – DISCRETELY PRESENTED GREENEVILLE-GREENE COUNTY EMERGENCY COMMUNICATIONS DISTRICT**

A. **Description of Organization**

Greenville-Greene County Emergency Communications District was established on November 8, 1988, pursuant to the provisions of Chapter 867 of the Public Acts of 1984 of the State of Tennessee. The district is responsible for furnishing local emergency telephone service and a primary emergency telephone number for the residents of Greene County, Tennessee. The district is governed by a nine-member board of directors appointed by the County Commissioners of Greene County, Tennessee. The board of directors has the authority to levy an emergency telephone service charge to be used to fund the operations of the district. The district began collecting telephone user fees in May 1989, and began operations during the year ended June 30, 1990.

The district is considered a component unit of Greene County, Tennessee, because the Greene County Mayor appoints, and the Greene County Commissioners affirm, the district's board of directors and must approve most debt issued by the district.

B. **Summary of Significant Accounting Policies**

Basis of Accounting

The district uses the accrual basis of accounting. Revenue is recognized when earned and measurable, and expenses are recognized when the liability is incurred. Operating revenue is revenue that is generated from the primary operations of the district. All other revenue is reported as non-operating revenue. Operating expenses are those expenses that are essential to the primary operations of the district. All other expenses are reported as non-operating expenses.

The district follows all pronouncements of the Governmental Accounting Standards Board (GASB) and pronouncements of the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989. The district has elected not to follow FASB pronouncements issued after November 30, 1989.

GASB Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments* establishes standards for external financial reporting for state and local governments and requires that resources be classified for accounting and reporting purposes into the following three net asset groups:

Invested in capital assets: This category includes capital assets, net of accumulated depreciation. Invested in capital assets at June 30, 2011, have been calculated as follows:

Capital assets	\$ 669,466
Accumulated depreciation	<u>(327,608)</u>
Total	<u>\$ 341,858</u>

Restricted: This category includes net assets whose use is subject to externally imposed stipulations that can be fulfilled by actions of the district pursuant to those stipulations or that expire by the passage of time. The district had no restricted net assets as of June 30, 2011.

Unrestricted: This category includes net assets that are not subject to externally imposed stipulations and that do not meet the definition of “restricted” or “invested in capital assets.” Unrestricted net assets may be designated for specific purposes by action of management or the board of directors or may otherwise be limited by contractual agreements with outside parties.

Accounts Receivable

Accounts receivable, which are deemed uncollectible based upon a periodic review of the accounts, are charged to revenue. At June 30, 2011, no allowance for uncollectible accounts was considered necessary.

Capital Assets

Capital assets, which include property and equipment, are recorded at cost and defined by the district as assets with an initial, individual cost of \$500 or more (effective June 7, 2011). Depreciation is computed using the straight-line method over the estimated useful lives, which range from five to 25 years.

Operating Budget

The district is required by state law to adopt an annual operating budget. The board of directors approves the original budget and any amendments, and maintains the legal level of control at the line item level. The budget is prepared on the accrual basis of accounting. All appropriations lapse at the end of the year.

Compensated Absences

District employees are granted vacation and sick leave in varying amounts and may accumulate sick leave indefinitely, which may then be used for early retirement. The district's policies do not provide for an employee to be paid for any unused sick leave in the event of termination. Vacation leave may be accumulated up to 160 hours. Any hours over 160 will be transferred to the employee's sick leave account. Employees may receive payment for unused vacation leave, up to the 160 hour maximum, upon termination or resignation. Accumulated vacation leave is recorded as an expense and liability as the benefits accrue to the employees. No liability is recorded for accumulated sick leave.

C. Cash

Cash represents money on deposit in various banks. The district considers all highly liquid investments with an original maturity date of three months or less when purchased to be cash equivalents.

State of Tennessee law authorizes the district to invest in obligations of the United States or its agencies, non-convertible debt securities of certain federal agencies, other obligations guaranteed as to principal and interest by the United States or any of its agencies, secured certificates of deposit and other evidences of deposit in state and federal banks and savings and loan associations, and the state treasurer's local government investment pool.

All deposits with financial institutions in excess of Federal Deposit Insurance Corporation (FDIC) limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Bank Collateral Pool. For deposits with financial institutions that do not participate in the State of Tennessee Bank Collateral Pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits.

All of the district's cash and cash equivalent balances at June 30, 2011, were entirely insured through the FDIC or collateralized with securities held by the district's agent in the district's name.

D. Capital Assets

	Balance 7-1-10	Additions	Retirements	Balance 6-30-11
<u>Capital Assets Depreciated</u>				
Furniture and Fixtures	\$ 6,636	\$ 2,903	\$ 0	\$ 9,539
Office Equipment	22,589	0	2,910	19,679
Communications Equipment	516,340	9,510	0	525,850
Vehicles	41,950	0	0	41,950
Mapping	87,667	47,377	87,667	47,377
Leasehold Improvements	25,070	0	0	25,070
	<u>\$ 700,254</u>	<u>\$ 59,790</u>	<u>\$ 90,577</u>	<u>\$ 669,466</u>
<u>Accumulated Depreciation</u>				
Furniture and Fixtures	\$ (4,114)	\$ (1,308)	\$ 0	\$ (4,114)
Office Equipment	(20,554)	(888)	2,910	(18,352)
Communications Equipment	(211,754)	(47,350)	0	(211,754)
Vehicles	(38,949)	0	0	(38,949)
Mapping	(87,667)	(520)	87,667	(520)
Leasehold Improvements	(3,681)	(1,399)	0	(3,681)
	<u>\$ (366,720)</u>	<u>\$ (51,465)</u>	<u>\$ 90,577</u>	<u>\$ (327,608)</u>
Total	<u>\$ 333,533</u>	<u>\$ 8,325</u>	<u>\$ 181,154</u>	<u>\$ 341,858</u>

E. Pension Plan

Plan Description

Employees of the district are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for a disability that is the result of an accident or injury occurring while the member was in the performance of duty.

Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, were vested after four years of service. Benefit provisions are established in the state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated*. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the district participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of the plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor, Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://tn.gov/treasury/tcrs/PS/>.

Funding Policy

The district requires employees to contribute five percent of their earnable compensation. The district is required to contribute at an actuarially determined rate; the rate for the fiscal year ended June 30, 2011, was 9.9 percent of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the district is established and may be amended by the TCRS Board of Trustees.

Annual Pension Cost

For the year ended June 30, 2011, the district's annual pension cost of \$37,588 to TCRS was equal to the district's required and actual contributions. The required contribution was determined as part of the July 1, 2009, actuarial valuation using the frozen entry age actuarial cost

method. Significant actuarial assumptions used in the valuation include: (a) a rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected three percent annual rate of inflation, (c) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (d) projected 3.5 percent annual increase in the Social Security wage base, and (e) projected post retirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a ten-year period. The district's unfunded actuarial accrued liability (UAAL) is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2009, was 20 years. An actuarial valuation was performed as of July 1, 2009, which established contribution rates effective July 1, 2010.

Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage of APC Contribution	Net Pension Obligation
6-30-11	\$ 37,588	100%	\$ 0
6-30-10	33,709	100	0
6-30-09	32,191	100	0

Funded Status and Funding Progress

As of July 1, 2009, the most recent actuarial valuation date, the plan was 69.34 percent funded. The actuarial accrued liability (AAL) for benefits was \$.8 million, and the actuarial value of assets was \$.5 million, resulting in an UAAL of \$.2 million. The covered payroll (annual payroll of active employees covered by the plan) was \$.3 million and the ratio of the UAAL to the covered payroll was 70.78 percent.

The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

The annual required contribution was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, the information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

F. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district carries commercial insurance for all risks of loss, including general liability and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit F-1

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 8,841,100	\$ 0	\$ 0	\$ 8,841,100	\$ 8,708,460	\$ 8,708,460	\$ 132,640
Licenses and Permits	323,551	0	0	323,551	304,044	304,044	19,507
Fines, Forfeitures, and Penalties	619,727	0	0	619,727	643,501	643,501	(23,774)
Charges for Current Services	3,608,824	0	0	3,608,824	3,454,830	3,496,676	112,148
Other Local Revenues	680,905	0	0	680,905	585,668	697,543	(16,638)
Fees Received from County Officials	2,636,447	0	0	2,636,447	2,721,427	2,721,427	(84,980)
State of Tennessee	1,579,739	0	0	1,579,739	1,374,569	1,374,569	205,170
Federal Government	105,455	0	0	105,455	83,000	220,619	(115,164)
Other Governments and Citizens Groups	1,146,144	0	0	1,146,144	902,200	941,812	204,332
Total Revenues	\$ 19,541,892	\$ 0	\$ 0	\$ 19,541,892	\$ 18,777,699	\$ 19,108,651	\$ 433,241

<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 44,130	(40)	\$ 0	\$ 44,090	\$ 48,341	\$ 48,341	\$ 4,251
County Mayor/Executive	190,857	0	0	190,857	195,620	195,620	4,763
County Attorney	134,230	0	0	134,230	143,760	143,760	9,530
Election Commission	320,381	(18,930)	70	301,521	349,633	360,708	59,187
Register of Deeds	330,952	0	0	330,952	331,865	331,865	913
Planning	74,045	(135)	0	73,910	75,189	75,189	1,279
Codes Compliance	277	(6,286)	0	(6,009)	10,500	10,500	16,509
Geographical Information Systems	17,495	0	0	17,495	25,167	25,167	7,672
County Buildings	265,716	(16,565)	1,672	250,823	283,372	283,372	32,549
Risk Management	0	0	0	0	319,566	319,566	319,566
<u>Finance</u>							
Accounting and Budgeting	354,981	(5,419)	47,601	397,163	369,578	399,578	2,415

(Continued)

Exhibit F-1

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Final		
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 117,477	\$ (549)	\$ 350	\$ 117,278	\$ 119,119	\$ 119,119	\$ 1,841
Property Assessor's Office	538,792	0	0	538,792	555,595	556,495	17,703
Reappraisal Program	5,908	(154)	0	5,754	9,305	9,305	3,551
County Trustee's Office	274,027	0	0	274,027	271,096	282,062	8,035
County Clerk's Office	527,751	0	450	528,201	563,834	563,834	35,633
<u>Administration of Justice</u>							
Circuit Court	646,840	(397)	0	646,443	655,710	658,553	12,110
General Sessions Court	299,188	0	0	299,188	305,031	305,031	5,843
Drug Court	0	0	0	0	10,193	10,193	10,193
Chancery Court	307,717	(420)	598	307,895	309,347	309,347	1,452
Juvenile Court	133,266	0	0	133,266	140,134	140,134	6,868
District Attorney General	4,463	0	0	4,463	5,390	5,390	927
Probate Court	0	0	13,557	13,557	0	13,557	0
Other Administration of Justice	46,129	0	0	46,129	49,042	49,042	2,913
Courtroom Security	148,502	0	0	148,502	160,652	160,652	12,150
<u>Public Safety</u>							
Sheriff's Department	4,300,180	(14,402)	33,583	4,319,361	4,231,832	4,341,635	22,274
Special Patrols	240,539	(1,494)	4,327	243,372	220,726	259,651	16,279
Administration of the Sexual Offender Registry	5,137	0	0	5,137	3,800	19,014	13,877
Jail	4,651,041	(27,100)	105,719	4,729,660	4,740,268	4,806,874	77,214
Juvenile Services	116,494	0	0	116,494	96,000	96,000	(20,494)
Civil Defense	160,693	(7,918)	13,916	166,691	153,078	225,641	58,950
Rescue Squad	5,000	0	0	5,000	4,900	9,900	4,900
Disaster Relief	346,852	0	18,482	365,334	94,683	415,094	49,760

(Continued)

Exhibit F-1

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original		
					Original	Final	
Expenditures (Cont.)							
Public Safety (Cont.)							
Inspection and Regulation	\$ 149,605	\$ (1,003)	\$ 0	\$ 148,602	\$ 164,751	\$ 164,751	\$ 16,149
County Coroner/Medical Examiner	89,409	(2,400)	0	87,009	92,453	92,453	5,444
Other Public Safety	500	0	0	500	500	500	0
Public Health and Welfare							
Local Health Center	634,626	(63,371)	174	571,429	577,412	577,412	5,983
Rabies and Animal Control	181,835	(49)	0	181,786	181,628	186,678	4,892
Ambulance/Emergency Medical Services	3,307,439	(47,842)	681	3,260,278	3,181,952	3,294,249	33,971
Alcohol and Drug Programs	9,805	0	0	9,805	11,989	11,989	2,184
Other Local Health Services	291,409	(8,556)	0	282,853	398,815	398,815	115,962
Appropriation to State	67,000	0	0	67,000	67,000	67,000	0
Waste Pickup	48,929	0	999	49,928	50,065	50,065	137
Social, Cultural, and Recreational Services							
Libraries	84,500	0	0	84,500	84,500	84,500	0
Agriculture and Natural Resources							
Agriculture Extension Service	118,392	0	0	118,392	122,762	122,762	4,370
Forest Service	1,470	0	0	1,470	1,470	1,470	0
Soil Conservation	88,643	0	0	88,643	89,249	89,249	606
Other Operations							
Tourism	82,125	0	0	82,125	83,631	83,631	1,506
Industrial Development	82,125	0	0	82,125	83,631	83,631	1,506
Airport	30,380	0	0	30,380	30,380	30,380	0
Veterans' Services	71,020	0	0	71,020	98,349	98,349	27,329
Other Charges	5,955	0	0	5,955	5,955	5,955	0
Contributions to Other Agencies	356,660	0	0	356,660	237,160	357,160	500

(Continued)

Exhibit F-1

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations (Cont.)</u>							
Miscellaneous	\$ 173,872	\$ 0	\$ 0	\$ 173,872	\$ 219,750	\$ 219,750	\$ 45,878
Total Expenditures	\$ 20,484,759	\$ (223,030)	\$ 242,179	\$ 20,503,908	\$ 20,635,728	\$ 21,570,938	\$ 1,067,030
<u>Excess (Deficiency) of Revenues</u> <u>Over Expenditures</u>	\$ (942,867)	\$ 223,030	\$ (242,179)	\$ (962,016)	\$ (1,858,029)	\$ (2,462,287)	\$ 1,500,271
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 7,816	\$ 0	\$ 0	\$ 7,816	\$ 0	\$ 7,816	\$ 0
Transfers Out	(845,945)	0	0	(845,945)	0	(845,945)	0
Total Other Financing Sources (Uses)	\$ (838,129)	\$ 0	\$ 0	\$ (838,129)	\$ 0	\$ (838,129)	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2010	\$ (1,780,996)	\$ 223,030	\$ (242,179)	\$ (1,800,145)	\$ (1,858,029)	\$ (3,300,416)	\$ 1,500,271
	6,989,956	(223,030)	0	6,766,926	6,164,180	6,164,180	602,746
Fund Balance, June 30, 2011	\$ 5,208,960	\$ 0	\$ (242,179)	\$ 4,966,781	\$ 4,306,151	\$ 2,863,764	\$ 2,103,017

Exhibit F-2

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2011

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 347,901	\$ 341,502	\$ 341,502	\$ 6,399
Charges for Current Services	0	422,973	422,973	(422,973)
Other Local Revenues	12,508	32,992	32,992	(20,484)
State of Tennessee	1,039,792	944,140	944,140	95,652
Total Revenues	<u>\$ 1,400,201</u>	<u>\$ 1,741,607</u>	<u>\$ 1,741,607</u>	<u>\$ (341,406)</u>
<u>Expenditures</u>				
<u>General Government</u>				
Risk Management	\$ 1,115,122	\$ 1,678,722	\$ 1,678,722	\$ 563,600
Total Expenditures	<u>\$ 1,115,122</u>	<u>\$ 1,678,722</u>	<u>\$ 1,678,722</u>	<u>\$ 563,600</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 285,079</u>	<u>\$ 62,885</u>	<u>\$ 62,885</u>	<u>\$ 222,194</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 20,660	\$ 0	\$ 0	\$ 20,660
Total Other Financing Sources (Uses)	<u>\$ 20,660</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20,660</u>
Net Change in Fund Balance	\$ 305,739	\$ 62,885	\$ 62,885	\$ 242,854
Fund Balance, July 1, 2010	<u>864,019</u>	<u>760,501</u>	<u>760,501</u>	<u>103,518</u>
Fund Balance, June 30, 2011	<u>\$ 1,169,758</u>	<u>\$ 823,386</u>	<u>\$ 823,386</u>	<u>\$ 346,372</u>

Exhibit F-3

Greene County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Highway/Public Works Fund
 For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 2,523,176	\$ 0	\$ 0	\$ 2,523,176	\$ 2,516,812	\$ 2,516,812	\$ 6,364
Other Local Revenues	58,765	0	0	58,765	39,579	51,999	6,766
State of Tennessee	2,504,891	0	0	2,504,891	2,889,824	2,889,824	(384,933)
Federal Government	13,928	0	0	13,928	12,000	12,000	1,928
Other Governments and Citizens Groups	26,957	0	0	26,957	0	14,779	12,178
Total Revenues	\$ 5,127,717	\$ 0	\$ 0	\$ 5,127,717	\$ 5,458,215	\$ 5,485,414	\$ (357,697)
Expenditures							
<u>Public Safety</u>							
Disaster Relief	\$ 398,319	\$ 0	\$ 0	\$ 398,319	\$ 0	\$ 638,962	\$ 240,643
<u>Highways</u>							
Administration	318,602	0	50	318,652	325,359	327,874	9,222
Highway and Bridge Maintenance	3,731,783	(453,015)	234,000	3,512,768	4,877,060	5,035,985	1,523,217
Operation and Maintenance of Equipment	844,206	(1,927)	131	842,410	985,960	1,003,638	161,228
Other Charges	92,925	0	0	92,925	199,795	199,795	106,870
Capital Outlay	183,260	(51,470)	8,455	140,245	130,000	173,935	33,690
Total Expenditures	\$ 5,569,095	\$ (506,412)	\$ 242,636	\$ 5,305,319	\$ 6,518,174	\$ 7,380,189	\$ 2,074,870
Excess (Deficiency) of Revenues Over Expenditures	\$ (441,378)	\$ 506,412	\$ (242,636)	\$ (177,602)	\$ (1,059,959)	\$ (1,894,775)	\$ 1,717,173
Other Financing Sources (Uses)							
Insurance Recovery	\$ 11,005	\$ 0	\$ 0	\$ 11,005	\$ 0	\$ 10,004	\$ 1,001
Transfers In	0	0	0	0	86,559	93,449	(93,449)
Total Other Financing Sources (Uses)	\$ 11,005	\$ 0	\$ 0	\$ 11,005	\$ 86,559	\$ 103,453	\$ (92,448)
Net Change in Fund Balance Fund Balance, July 1, 2010	\$ (430,373)	\$ 506,412	\$ (242,636)	\$ (166,597)	\$ (973,400)	\$ (1,791,322)	\$ 1,624,725
	3,507,438	(506,412)	0	3,001,026	1,530,592	2,348,514	652,512
Fund Balance, June 30, 2011	\$ 3,077,065	\$ 0	\$ (242,636)	\$ 2,834,429	\$ 557,192	\$ 557,192	\$ 2,277,237

Exhibit F-4

Greene County, Tennessee
Schedule of Funding Progress – Pension Plan
Primary Government and Discretely Presented Greene County School Department
June 30, 2011

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7-1-09	\$ 38,614	\$ 47,513	\$ 8,899	81.3 %	\$ 17,091	52.07 %
7-1-07	35,187	42,345	7,158	83.1	15,959	44.85

The Governmental Accounting Standards Board requires the plan to prepare the Schedule of Funding Progress using the entry age actuarial cost method. The requirement to present the Schedule of Funding Progress using the entry age actuarial cost method was a change made during the year of the 2007 actuarial valuation; therefore, only the two most recent actuarial valuations are presented.

Exhibit F-5

Greene County, Tennessee
Schedule of Funding Progress – Pension Plan
Discretely Presented Greeneville-Greene County Emergency Communications District
June 30, 2011

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage Payroll ((b-a)/c)
7-1-09	\$ 527	\$ 759	\$ 233	69.34 %	\$ 329	70.78 %
7-1-07	437	559	122	78.18	287	42.51

The Governmental Accounting Standards Board requires the plan to prepare the Schedule of Funding Progress using the entry age actuarial cost method. The requirement to present the Schedule of Funding Progress using the entry age actuarial cost method was a change made during the year of the 2007 actuarial valuation; therefore, only the two most recent actuarial valuations are presented.

Exhibit F-6

Greene County, Tennessee
Schedule of Funding Progress – Other Postemployment Benefits Plans
Primary Government and Discretely Presented Greene County School Department
June 30, 2011

(Dollar amounts in thousands)

Plans	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial		Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
			Accrued Liability (AAL) (b)	Liability (AAL)				
<u>PRIMARY GOVERNMENT *</u>								
Commercial	7-1-08	\$ 0	\$ 1,724	\$ 1,724	1,724	0	\$ 11,380	15 %
"	7-1-10	0	1,516	1,516	1,516	0	12,875	12

DISCRETELY PRESENTED GREENE
COUNTY SCHOOL DEPARTMENT

Local Education Group	7-1-07	0	8,693	8,693	8,693	0	30,496	29
"	7-1-09	0	16,878	16,878	16,878	0	30,361	56
"	7-1-10	0	16,920	16,920	16,920	0	30,347	56

* Data only available for two actuarial valuations.

GREENE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2011

A. BUDGETARY INFORMATION

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the Greene County Commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, County Mayor/Executive, County Attorney, Election Commission, etc.). Management may make revisions within major categories, but only the Greene County Commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with generally accepted accounting principles (GAAP), except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and the GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2011, Greene County reported the following significant encumbrances in the Highway/Public Works Fund:

<u>Fund</u>	<u>Purpose</u>	<u>Amount</u>
Primary Government:		
Major Fund:		
Highway/Public Works	Bridge construction	\$ 234,000

B. EXPENDITURES EXCEEDED APPROPRIATIONS

Expenditures exceeded appropriations approved by the County Commission in the Juvenile Services major appropriation category (the legal level of control) of the General Fund by \$20,494. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by excess appropriations in other major categories of expenditures.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions relating to garbage pickup and contracted disposal services.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

District Attorney General Fund – The District Attorney General Fund is used to account for revenues received for the benefit of the Office of District Attorney General.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register, and sheriff.

Debt Service Fund

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

General Debt Service Fund – The General Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs.

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for transactions relating to a water line extension project.

HUD Grant Projects Fund – The HUD Grant Projects Fund is used to account for the expenditures of the HOME Investment Partnerships Program.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for funds held for recreation and performing arts capital expenditures.

Exhibit G-1

Greene County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue Funds					Total
	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitu- tional Officers - Fees		
<u>ASSETS</u>						
Cash	\$ 100	\$ 0	\$ 0	\$ 8,838	\$	8,938
Equity in Pooled Cash and Investments	220,459	215,733	186,615	0		622,807
Accounts Receivable	69,000	0	0	10,311		79,311
Due from Other Governments	63,508	0	2,828	0		66,336
Due from Other Funds	100,000	0	0	0		100,000
Property Taxes Receivable	893,551	0	0	0		893,551
Allowance for Uncollectible Property Taxes	(29,523)	0	0	0		(29,523)
Total Assets	\$ 1,317,095	\$ 215,733	\$ 189,443	\$ 19,149	\$	1,741,420
<u>LIABILITIES AND FUND BALANCES</u>						
<u>Liabilities</u>						
Accounts Payable	\$ 7,967	\$ 456	\$ 0	\$ 0	\$	8,423
Accrued Payroll	14,968	0	0	0		14,968
Payroll Deductions Payable	1,778	0	0	0		1,778
Due to Other Funds	296	0	0	19,149		19,445
Due to State of Tennessee	65	0	0	0		65
Due to Cities	63,508	0	0	0		63,508
Deferred Revenue - Current Property Taxes	831,674	0	0	0		831,674
Deferred Revenue - Delinquent Property Taxes	22,500	0	0	0		22,500
Other Deferred Revenues	16,289	0	0	0		16,289
Total Liabilities	\$ 959,045	\$ 456	\$ 0	\$ 19,149	\$	978,650
<u>Fund Balances</u>						
Restricted:						
Restricted for Administration of Justice	\$ 0	\$ 0	\$ 189,443	\$ 0	\$	189,443
Restricted for Public Safety	0	215,277	0	0		215,277
Restricted for Debt Service	0	0	0	0		0
Restricted for Capital Projects	0	0	0	0		0
Committed:						
Committed for Public Health and Welfare	358,050	0	0	0		358,050
Committed for Debt Service	0	0	0	0		0
Total Fund Balances	\$ 358,050	\$ 215,277	\$ 189,443	\$ 0	\$	762,770
Total Liabilities and Fund Balances	\$ 1,317,095	\$ 215,733	\$ 189,443	\$ 19,149	\$	1,741,420

(Continued)

Exhibit G-1

Greene County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Debt	Capital Projects Funds			Total Nonmajor Governmental Funds
	Service Fund	General Debt Service	HUD Grant Projects	Other Capital Projects	
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,938
Equity in Pooled Cash and Investments	506,486	6,000	135,933	141,933	1,271,226
Accounts Receivable	11,584	0	11,579	11,579	102,474
Due from Other Governments	0	0	0	0	66,336
Due from Other Funds	4,929	0	4,929	4,929	109,858
Property Taxes Receivable	530,636	0	0	0	1,424,187
Allowance for Uncollectible Property Taxes	(17,532)	0	0	0	(47,055)
Total Assets	\$ 1,036,103	\$ 6,000	\$ 152,441	\$ 158,441	\$ 2,935,964
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities</u>					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,423
Accrued Payroll	0	0	0	0	14,968
Payroll Deductions Payable	0	0	0	0	1,778
Due to Other Funds	0	0	0	0	19,445
Due to State of Tennessee	0	0	0	0	65
Due to Cities	0	0	0	0	63,508
Deferred Revenue - Current Property Taxes	493,891	0	0	0	1,325,565
Deferred Revenue - Delinquent Property Taxes	13,361	0	0	0	35,861
Other Deferred Revenues	0	6,000	0	6,000	22,289
Total Liabilities	\$ 507,252	\$ 6,000	\$ 0	\$ 6,000	\$ 1,491,902
<u>Fund Balances</u>					
Restricted:					
Restricted for Administration of Justice	\$ 0	\$ 0	\$ 0	\$ 0	\$ 189,443
Restricted for Public Safety	0	0	0	0	215,277
Restricted for Debt Service	524,283	0	0	0	524,283
Restricted for Capital Projects	0	0	152,441	152,441	152,441
Committed:					
Committed for Public Health and Welfare	0	0	0	0	358,050
Committed for Debt Service	4,568	0	0	0	4,568
Total Fund Balances	\$ 528,851	\$ 0	\$ 152,441	\$ 152,441	\$ 1,444,062
Total Liabilities and Fund Balances	\$ 1,036,103	\$ 6,000	\$ 152,441	\$ 158,441	\$ 2,935,964

Exhibit G-2

Greene County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue Funds				Total
	Solid Waste / Sanitation	Drug Control	District Attorney General	Constitutional Officers - Fees	
<u>Revenues</u>					
Local Taxes	\$ 1,644,746	\$ 0	\$ 0	\$ 0	1,644,746
Fines, Forfeitures, and Penalties	0	59,169	51,094	0	110,263
Charges for Current Services	125,438	0	0	2,204	127,642
Other Local Revenues	186,348	3,050	0	0	189,398
State of Tennessee	31,654	50	0	0	31,704
Federal Government	0	0	0	0	0
Other Governments and Citizens Groups	0	1,100	0	0	1,100
Total Revenues	\$ 1,988,186	\$ 63,369	\$ 51,094	\$ 2,204	\$ 2,104,853
<u>Expenditures</u>					
Current:					
Administration of Justice	\$ 0	\$ 0	\$ 26,575	\$ 2,204	\$ 28,779
Public Safety	8,418	28,260	0	0	36,678
Public Health and Welfare	1,961,958	0	0	0	1,961,958
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 1,970,376	\$ 28,260	\$ 26,575	\$ 2,204	\$ 2,027,415
Excess (Deficiency) of Revenues Over Expenditures	\$ 17,810	\$ 35,109	\$ 24,519	\$ 0	\$ 77,438
<u>Other Financing Sources (Uses)</u>					
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balances	\$ 17,810	\$ 35,109	\$ 24,519	\$ 0	\$ 77,438
Fund Balance, July 1, 2010	340,240	180,168	164,924	0	685,332
Fund Balance, June 30, 2011	\$ 358,050	\$ 215,277	\$ 189,443	\$ 0	\$ 762,770

(Continued)

Exhibit G-2

Greene County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	Debt Service Fund	Capital Projects Funds			Total Nonmajor Governmental Funds
		General Debt Service	Community Development/ Industrial Park	Other Capital Projects	
<u>Revenues</u>					
Local Taxes	\$ 1,352,047	\$ 0	\$ 118,188	\$ 118,188	\$ 3,114,981
Fines, Forfeitures, and Penalties	0	0	0	0	110,263
Charges for Current Services	0	0	0	0	127,642
Other Local Revenues	3,732	0	0	0	193,130
State of Tennessee	0	43,228	0	43,228	74,932
Federal Government	0	99,577	0	99,577	99,577
Other Governments and Citizens Groups	0	0	0	0	1,100
Total Revenues	\$ 1,355,779	\$ 142,805	\$ 118,188	\$ 260,993	\$ 3,721,625
<u>Expenditures</u>					
Current:					
Administration of Justice	\$ 0	\$ 0	\$ 0	\$ 0	28,779
Public Safety	0	0	0	0	36,678
Public Health and Welfare	0	0	0	0	1,961,958
Debt Service:					
Principal on Debt	820,000	0	0	0	820,000
Interest on Debt	723,644	0	0	0	723,644
Other Debt Service	20,072	0	0	0	20,072
Capital Projects	0	142,805	95,118	237,923	237,923
Total Expenditures	\$ 1,563,716	\$ 142,805	\$ 95,118	\$ 237,923	\$ 3,829,054
Excess (Deficiency) of Revenues Over Expenditures	\$ (207,937)	\$ 0	\$ 23,070	\$ 23,070	\$ (107,429)
<u>Other Financing Sources (Uses)</u>					
Transfers Out	\$ 0	\$ 0	\$ (30,637)	\$ (30,637)	\$ (30,637)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ (30,637)	\$ (30,637)	\$ (30,637)
Net Change in Fund Balances	\$ (207,937)	\$ 0	\$ (7,567)	\$ (7,567)	\$ (138,066)
Fund Balance, July 1, 2010	736,788	0	160,008	160,008	1,582,128
Fund Balance, June 30, 2011	\$ 528,851	\$ 0	\$ 152,441	\$ 152,441	\$ 1,444,062

Exhibit G-3

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,644,746	\$ 0	\$ 0	\$ 1,644,746	\$ 1,623,809	\$ 1,623,809	\$ 20,937
Charges for Current Services	125,438	0	0	125,438	128,450	128,450	(3,012)
Other Local Revenues	186,348	0	0	186,348	163,180	167,530	18,818
State of Tennessee	31,654	0	0	31,654	51,356	51,356	(19,702)
Total Revenues	\$ 1,988,186	\$ 0	\$ 0	\$ 1,988,186	\$ 1,966,795	\$ 1,971,145	\$ 17,041
<u>Expenditures</u>							
<u>Public Safety</u>							
Disaster Relief	\$ 8,418	\$ 0	\$ 0	\$ 8,418	\$ 0	\$ 28,044	\$ 19,626
<u>Public Health and Welfare</u>							
Sanitation Management	1,117,749	(1,684)	756	1,116,821	1,088,519	1,134,727	17,906
Waste Pickup	412,798	0	0	412,798	431,137	431,137	18,339
Convenience Centers	385,914	0	0	385,914	401,632	401,632	15,718
Transfer Stations	45,497	0	0	45,497	59,014	59,014	13,517
Total Expenditures	\$ 1,970,376	\$ (1,684)	\$ 756	\$ 1,969,448	\$ 1,980,302	\$ 2,054,554	\$ 85,106
Excess (Deficiency) of Revenues Over Expenditures	\$ 17,810	\$ 1,684	\$ (756)	\$ 18,738	\$ (13,507)	\$ (83,409)	\$ 102,147
Net Change in Fund Balance Fund Balance, July 1, 2010	\$ 17,810	\$ 1,684	\$ (756)	\$ 18,738	\$ (13,507)	\$ (83,409)	\$ 102,147
	340,240	(1,684)	0	338,556	272,801	272,801	65,755
Fund Balance, June 30, 2011	\$ 358,050	\$ 0	\$ (756)	\$ 357,294	\$ 259,294	\$ 189,392	\$ 167,902

Exhibit G-4

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 59,169	\$ 0	\$ 59,169	\$ 32,000	\$ 32,000	\$ 27,169
Other Local Revenues	3,050	0	3,050	1,000	4,050	(1,000)
State of Tennessee	50	0	50	0	0	50
Other Governments and Citizens Groups	1,100	0	1,100	0	0	1,100
Total Revenues	\$ 63,369	\$ 0	\$ 63,369	\$ 33,000	\$ 36,050	\$ 27,319
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 28,260	\$ 8,917	\$ 37,177	\$ 65,000	\$ 68,050	\$ 30,873
Total Expenditures	\$ 28,260	\$ 8,917	\$ 37,177	\$ 65,000	\$ 68,050	\$ 30,873
Excess (Deficiency) of Revenues Over Expenditures	\$ 35,109	\$ (8,917)	\$ 26,192	\$ (32,000)	\$ (32,000)	\$ 58,192
Net Change in Fund Balance Fund Balance, July 1, 2010	\$ 35,109	\$ (8,917)	\$ 26,192	\$ (32,000)	\$ (32,000)	\$ 58,192
	180,168	0	180,168	185,377	185,377	(5,209)
Fund Balance, June 30, 2011	\$ 215,277	\$ (8,917)	\$ 206,360	\$ 153,377	\$ 153,377	\$ 52,983

Exhibit G-5

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2011

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,352,047	\$ 1,353,339	\$ 1,353,339	\$ (1,292)
Other Local Revenues	3,732	6,500	6,500	(2,768)
Total Revenues	<u>\$ 1,355,779</u>	<u>\$ 1,359,839</u>	<u>\$ 1,359,839</u>	<u>\$ (4,060)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Highways and Streets	\$ 820,000	\$ 820,000	\$ 820,000	\$ 0
<u>Interest on Debt</u>				
General Government	73,730	205,178	73,730	0
Highways and Streets	649,914	537,444	668,892	18,978
<u>Other Debt Service</u>				
General Government	20,072	23,139	23,139	3,067
Total Expenditures	<u>\$ 1,563,716</u>	<u>\$ 1,585,761</u>	<u>\$ 1,585,761</u>	<u>\$ 22,045</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (207,937)</u>	<u>\$ (225,922)</u>	<u>\$ (225,922)</u>	<u>\$ 17,985</u>
Net Change in Fund Balance	\$ (207,937)	\$ (225,922)	\$ (225,922)	\$ 17,985
Fund Balance, July 1, 2010	<u>736,788</u>	<u>710,896</u>	<u>710,896</u>	<u>25,892</u>
Fund Balance, June 30, 2011	<u>\$ 528,851</u>	<u>\$ 484,974</u>	<u>\$ 484,974</u>	<u>\$ 43,877</u>

Major Governmental Fund

Education Debt Service Fund

The Education Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest of education related debt.

Exhibit H

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education Debt Service Fund
For the Year Ended June 30, 2011

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,446,020	\$ 2,392,512	\$ 2,392,512	\$ 53,508
Other Local Revenues	22,851	34,232	34,232	(11,381)
Total Revenues	<u>\$ 2,468,871</u>	<u>\$ 2,426,744</u>	<u>\$ 2,426,744</u>	<u>\$ 42,127</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,665,397	\$ 1,665,395	\$ 1,665,395	\$ (2)
<u>Interest on Debt</u>				
Education	968,815	973,819	973,819	5,004
<u>Other Debt Service</u>				
Education	44,941	54,000	54,000	9,059
Total Expenditures	<u>\$ 2,679,153</u>	<u>\$ 2,693,214</u>	<u>\$ 2,693,214</u>	<u>\$ 14,061</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (210,282)</u>	<u>\$ (266,470)</u>	<u>\$ (266,470)</u>	<u>\$ 56,188</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 30,637	\$ 0	\$ 0	\$ 30,637
Total Other Financing Sources (Uses)	<u>\$ 30,637</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 30,637</u>
Net Change in Fund Balance	\$ (179,645)	\$ (266,470)	\$ (266,470)	\$ 86,825
Fund Balance, July 1, 2010	<u>1,006,998</u>	<u>1,007,259</u>	<u>1,007,259</u>	<u>(261)</u>
Fund Balance, June 30, 2011	<u>\$ 827,353</u>	<u>\$ 740,789</u>	<u>\$ 740,789</u>	<u>\$ 86,564</u>

Fiduciary Funds

Agency Funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

City School ADA - Greeneville Fund – The City School ADA - Greeneville Fund is used to account for the city school system’s share of education revenues collected by the county that must be apportioned to the system on an average daily attendance basis. These collections are remitted to the city school system on a monthly basis.

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for transactions of the Third Judicial District Drug Task Force, a joint venture of the various law enforcement agencies in the district.

Greene County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2011

	Agency Funds					Total
	Cities - Sales Tax	School ADA - Greeneville	Constitu- tional Officers - Agency	Judicial District Drug		
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 2,002,800	\$ 0	\$ 0	\$ 2,002,800
Equity in Pooled Cash and Investments	0	0	0	362	0	362
Accounts Receivable	0	0	239	0	0	239
Due from Other Governments	1,172,820	417,322	0	12,400	0	1,602,542
Property Taxes Receivable	0	2,395,603	0	0	0	2,395,603
Allowance for Uncollectible Property Taxes	0	(79,163)	0	0	0	(79,163)
Total Assets	\$ 1,172,820	\$ 2,733,762	\$ 2,003,039	\$ 12,762	\$ 0	\$ 5,922,383
<u>LIABILITIES</u>						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 4,453	\$ 0	\$ 4,453
Due to Other Funds	0	0	0	6,739	0	6,739
Due to Cities	0	0	0	929	0	929
Due to Other Taxing Units	1,172,820	2,733,762	0	641	0	3,907,223
Due to Litigants, Heirs, and Others	0	0	2,003,039	0	0	2,003,039
Total Liabilities	\$ 1,172,820	\$ 2,733,762	\$ 2,003,039	\$ 12,762	\$ 0	\$ 5,922,383

Exhibit I-2

Greene County, Tennessee
Combining Statement of Changes in Assets
and Liabilities - All Agency Funds
For the Year Ended June 30, 2011

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,696,443	\$ 6,696,443	\$ 0
Due from Other Governments	1,130,448	1,172,820	1,130,448	1,172,820
Total Assets	\$ 1,130,448	\$ 7,869,263	\$ 7,826,891	\$ 1,172,820
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,130,448	\$ 7,869,263	\$ 7,826,891	\$ 1,172,820
Total Liabilities	\$ 1,130,448	\$ 7,869,263	\$ 7,826,891	\$ 1,172,820
<u>City School ADA - Greeneville Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 4,197	\$ 4,763,729	\$ 4,767,926	\$ 0
Due from Other Governments	394,013	417,322	394,013	417,322
Property Taxes Receivable	2,364,696	2,395,603	2,364,696	2,395,603
Allowance for Uncollectible Property Taxes	(75,464)	(79,163)	(75,464)	(79,163)
Total Assets	\$ 2,687,442	\$ 7,497,491	\$ 7,451,171	\$ 2,733,762
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 2,687,442	\$ 7,497,491	\$ 7,451,171	\$ 2,733,762
Total Liabilities	\$ 2,687,442	\$ 7,497,491	\$ 7,451,171	\$ 2,733,762
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,777,416	\$ 11,883,458	\$ 11,658,074	\$ 2,002,800
Accounts Receivable	0	239	0	239
Restricted Assets	126,625	0	126,625	0
Total Assets	\$ 1,904,041	\$ 11,883,697	\$ 11,784,699	\$ 2,003,039
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,904,041	\$ 11,883,697	\$ 11,784,699	\$ 2,003,039
Total Liabilities	\$ 1,904,041	\$ 11,883,697	\$ 11,784,699	\$ 2,003,039

(Continued)

Exhibit I-2

Greene County, Tennessee
Combining Statement of Changes in Assets
and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Judicial District Drug</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,483	\$ 106,996	\$ 108,117	\$ 362
Due from Other Governments	2,881	12,400	2,881	12,400
Total Assets	\$ 4,364	\$ 119,396	\$ 110,998	\$ 12,762
<u>Liabilities</u>				
Accounts Payable	\$ 4,364	\$ 4,453	\$ 4,364	\$ 4,453
Due to Other Funds	0	6,739	0	6,739
Due to Cities	0	929	0	929
Due to Other Taxing Units	0	641	0	641
Due to Joint Ventures	0	106,634	106,634	0
Total Liabilities	\$ 4,364	\$ 119,396	\$ 110,998	\$ 12,762
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,777,416	\$ 11,883,458	\$ 11,658,074	\$ 2,002,800
Accounts Receivable	0	239	0	239
Equity in Pooled Cash and Investments	5,680	11,567,168	11,572,486	362
Due from Other Governments	1,527,342	1,602,542	1,527,342	1,602,542
Property Taxes Receivable	2,364,696	2,395,603	2,364,696	2,395,603
Allowance for Uncollectible Property Taxes	(75,464)	(79,163)	(75,464)	(79,163)
Restricted Assets	126,625	0	126,625	0
Total Assets	\$ 5,726,295	\$ 27,369,847	\$ 27,173,759	\$ 5,922,383
<u>Liabilities</u>				
Accounts Payable	\$ 4,364	\$ 4,453	\$ 4,364	\$ 4,453
Due to Other Funds	0	6,739	0	6,739
Due to Cities	0	929	0	929
Due to Other Taxing Units	3,817,890	15,367,395	15,278,062	3,907,223
Due to Litigants, Heirs, and Others	1,904,041	11,883,697	11,784,699	2,003,039
Due to Joint Ventures	0	106,634	106,634	0
Total Liabilities	\$ 5,726,295	\$ 27,369,847	\$ 27,173,759	\$ 5,922,383

Greene County School Department

This section presents the combining and individual fund financial statements for the Greene County School Department, a discretely presented component unit. The School Department uses a General Fund, two Special Revenue Funds, and one Capital Projects Fund.

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the School Department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for the cafeteria operations in each of the schools.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the School Department.

Exhibit J-1

Greene County, Tennessee
Statement of Activities
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets Total Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 32,753,965	\$ 0	\$ 3,647,776	\$ 1,634,889	\$ (27,471,300)
Support Services	16,624,882	317,424	0	0	(16,307,458)
Operation of Non-Instructional Services	6,145,585	1,271,852	4,888,383	0	14,650
Debt Service	115,557	0	0	0	(115,557)
Total Governmental Activities	\$ 55,639,989	\$ 1,589,276	\$ 8,536,159	\$ 1,634,889	\$ (43,879,665)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes				\$	5,339,427
Local Option Sales Tax					5,186,764
Other Local Taxes					3,847
Grants and Contributions Not Restricted for Specific Programs					31,908,792
Unrestricted Investment Income					61,729
Miscellaneous					382,167
Total General Revenues				\$	42,882,726
Change in Net Assets				\$	(996,939)
Net Assets, July 1, 2010					39,043,416
Net Assets, June 30, 2011				\$	<u>38,046,477</u>

Exhibit J-2

Greene County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Greene County School Department
June 30, 2011

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
	General Purpose School	Other Govern- mental Funds	Govern- mental Funds
<u>ASSETS</u>			
Cash	\$ 262,299	\$ 1,200	\$ 263,499
Equity in Pooled Cash and Investments	1,593,688	1,605,469	3,199,157
Accounts Receivable	31,098	0	31,098
Due from Other Governments	2,551,354	16,100	2,567,454
Due from Primary Government	0	484,500	484,500
Property Taxes Receivable	5,646,347	0	5,646,347
Allowance for Uncollectible Property Taxes	(186,584)	0	(186,584)
Total Assets	\$ 9,898,202	\$ 2,107,269	\$ 12,005,471
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 388	\$ 0	\$ 388
Contracts Payable	0	5,600	5,600
Due to Primary Government	118,057	0	118,057
Other Current Liabilities	256,676	0	256,676
Deferred Revenue - Current Property Taxes	5,255,265	0	5,255,265
Deferred Revenue - Delinquent Property Taxes	145,400	0	145,400
Other Deferred Revenues	460,573	0	460,573
Total Liabilities	\$ 6,236,359	\$ 5,600	\$ 6,241,959
<u>Fund Balances</u>			
Restricted:			
Restricted for Education	\$ 89,462	\$ 1,098,614	\$ 1,188,076
Restricted for Capital Outlay	0	803,055	803,055
Committed:			
Committed for Education	70,511	200,000	270,511
Assigned:			
Assigned for Education	535,724	0	535,724
Unassigned	2,966,146	0	2,966,146
Total Fund Balances	\$ 3,661,843	\$ 2,101,669	\$ 5,763,512
Total Liabilities and Fund Balances	\$ 9,898,202	\$ 2,107,269	\$ 12,005,471

Exhibit J-3

Greene County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Assets
Discretely Presented Greene County School Department
June 30, 2011

Amounts reported for governmental activities in the statement of net assets (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$	5,763,512
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	886,166	
Add: construction in progress		210,386	
Add: buildings and improvements net of accumulated depreciation		27,913,036	
Add: other capital assets net of accumulated depreciation		<u>5,354,053</u>	34,363,641
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: compensated absences payable	\$	(63,103)	
Less: other postemployment benefits liability		(2,242,942)	
Less: termination benefits		<u>(380,604)</u>	(2,686,649)
(3) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>605,973</u>
Net assets of governmental activities (Exhibit A)		\$	<u><u>38,046,477</u></u>

Exhibit J-4

Greene County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 10,741,397	\$ 0	\$ 10,741,397
Licenses and Permits	2,242	0	2,242
Charges for Current Services	318,938	1,270,338	1,589,276
Other Local Revenues	512,664	995	513,659
State of Tennessee	32,139,095	38,420	32,177,515
Federal Government	208,817	7,732,358	7,941,175
Other Governments and Citizens Groups	0	1,484,775	1,484,775
Total Revenues	<u>\$ 43,923,153</u>	<u>\$ 10,526,886</u>	<u>\$ 54,450,039</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 26,123,973	\$ 4,263,340	\$ 30,387,313
Support Services	15,138,802	639,568	15,778,370
Operation of Non-Instructional Services	1,855,957	4,111,109	5,967,066
Capital Outlay	286,928	0	286,928
Debt Service:			
Other Debt Service	115,557	0	115,557
Capital Projects	0	799,415	799,415
Total Expenditures	<u>\$ 43,521,217</u>	<u>\$ 9,813,432</u>	<u>\$ 53,334,649</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 401,936</u>	<u>\$ 713,454</u>	<u>\$ 1,115,390</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 13,467	\$ 200,000	\$ 213,467
Transfers Out	(200,000)	(13,467)	(213,467)
Total Other Financing Sources (Uses)	<u>\$ (186,533)</u>	<u>\$ 186,533</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 215,403	\$ 899,987	\$ 1,115,390
Fund Balance, July 1, 2010	3,446,440	1,201,682	4,648,122
Fund Balance, June 30, 2011	<u>\$ 3,661,843</u>	<u>\$ 2,101,669</u>	<u>\$ 5,763,512</u>

Exhibit J-5

Greene County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ 1,115,390
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,344,586	
Less: current-year depreciation expense	<u>(2,286,614)</u>	(942,028)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net assets.		
Less: book value of assets disposed	\$ (19,917)	
Add: capital assets donated	<u>150,114</u>	130,197
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2011	\$ 605,973	
Less: deferred delinquent property taxes and other deferred June 30, 2010	<u>(563,076)</u>	42,897
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability	\$ (1,007,369)	
Change in compensated absences payable	12,220	
Change in termination benefits	<u>(348,246)</u>	<u>(1,343,395)</u>
Change in net assets of governmental activities (Exhibit B)		<u>\$ (996,939)</u>

Exhibit J-6

Greene County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Greene County School Department
June 30, 2011

	<u>Special Revenue Funds</u>			<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	<u>School</u> <u>Federal</u> <u>Projects</u>	<u>Central</u> <u>Cafeteria</u>	<u>Total</u>	<u>Education</u> <u>Capital</u> <u>Projects</u>	
<u>ASSETS</u>					
Cash	\$ 0	\$ 1,200	\$ 1,200	\$ 0	\$ 1,200
Equity in Pooled Cash and Investments	201,036	1,085,878	1,286,914	318,555	1,605,469
Due from Other Governments	16,100	0	16,100	0	16,100
Due from Primary Government	0	0	0	484,500	484,500
Total Assets	\$ 217,136	\$ 1,087,078	\$ 1,304,214	\$ 803,055	\$ 2,107,269
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities</u>					
Contracts Payable	\$ 5,600	\$ 0	\$ 5,600	\$ 0	\$ 5,600
Total Liabilities	\$ 5,600	\$ 0	\$ 5,600	\$ 0	\$ 5,600
<u>Fund Balances</u>					
Restricted:					
Restricted for Education	\$ 11,536	\$ 1,087,078	\$ 1,098,614	\$ 0	\$ 1,098,614
Restricted for Capital Outlay	0	0	0	803,055	803,055
Committed:					
Committed for Education	200,000	0	200,000	0	200,000
Total Fund Balances	\$ 211,536	\$ 1,087,078	\$ 1,298,614	\$ 803,055	\$ 2,101,669
Total Liabilities and Fund Balances	\$ 217,136	\$ 1,087,078	\$ 1,304,214	\$ 803,055	\$ 2,107,269

Exhibit J-7

Greene County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Total	Education Capital Projects	
<u>Revenues</u>					
Charges for Current Services	\$ 0	\$ 1,270,338	\$ 1,270,338	\$ 0	\$ 1,270,338
Other Local Revenues	0	995	995	0	995
State of Tennessee	0	38,420	38,420	0	38,420
Federal Government	4,917,374	2,814,984	7,732,358	0	7,732,358
Other Governments and Citizens Groups	0	0	0	1,484,775	1,484,775
Total Revenues	\$ 4,917,374	\$ 4,124,737	\$ 9,042,111	\$ 1,484,775	\$ 10,526,886
<u>Expenditures</u>					
Current:					
Instruction	\$ 4,263,340	\$ 0	\$ 4,263,340	\$ 0	\$ 4,263,340
Support Services	639,568	0	639,568	0	639,568
Operation of Non-Instructional Services	0	4,111,109	4,111,109	0	4,111,109
Capital Projects	0	0	0	799,415	799,415
Total Expenditures	\$ 4,902,908	\$ 4,111,109	\$ 9,014,017	\$ 799,415	\$ 9,813,432
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,466	\$ 13,628	\$ 28,094	\$ 685,360	\$ 713,454
<u>Other Financing Sources (Uses)</u>					
Transfers In	\$ 200,000	\$ 0	\$ 200,000	\$ 0	\$ 200,000
Transfers Out	(13,467)	0	(13,467)	0	(13,467)
Total Other Financing Sources (Uses)	\$ 186,533	\$ 0	\$ 186,533	\$ 0	\$ 186,533
Net Change in Fund Balances	\$ 200,999	\$ 13,628	\$ 214,627	\$ 685,360	\$ 899,987
Fund Balance, July 1, 2010	10,537	1,073,450	1,083,987	117,695	1,201,682
Fund Balance, June 30, 2011	\$ 211,536	\$ 1,087,078	\$ 1,298,614	\$ 803,055	\$ 2,101,669

Exhibit J-8

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
General Purpose School Fund
For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 10,741,397	\$ 0	\$ 0	\$ 10,741,397	\$ 10,443,245	\$ 10,521,617	\$ 219,780
Licenses and Permits	2,242	0	0	2,242	2,500	2,500	(258)
Charges for Current Services	318,938	0	0	318,938	360,082	360,482	(41,544)
Other Local Revenues	512,664	0	0	512,664	444,245	429,584	83,080
State of Tennessee	32,139,095	0	0	32,139,095	31,429,502	32,187,014	(47,919)
Federal Government	208,817	0	0	208,817	129,793	206,414	2,403
Total Revenues	\$ 43,923,153	\$ 0	\$ 0	\$ 43,923,153	\$ 42,809,367	\$ 43,707,611	\$ 215,542
Expenditures							
<u>Instruction</u>							
Regular Instruction Program	\$ 21,660,503	\$ (45,454)	\$ 83,998	\$ 21,699,047	\$ 21,646,203	\$ 21,774,580	\$ 75,533
Special Education Program	3,017,586	0	0	3,017,586	3,032,317	3,034,573	16,987
Vocational Education Program	1,445,884	0	0	1,445,884	1,462,934	1,451,938	6,054
<u>Support Services</u>							
Attendance	163,254	0	0	163,254	164,345	165,370	2,116
Health Services	338,784	(737)	0	338,047	323,316	346,196	8,149
Other Student Support	1,081,678	0	0	1,081,678	1,297,030	1,101,499	19,821
Regular Instruction Program	1,930,159	(627)	35	1,929,567	1,953,175	1,954,495	24,928
Special Education Program	338,452	0	0	338,452	340,741	340,741	2,289
Vocational Education Program	98,055	0	0	98,055	100,415	100,415	2,360
Other Programs	399,599	0	0	399,599	0	399,599	0
Board of Education	941,380	(760)	568	941,188	967,247	953,247	12,059
Director of Schools	257,534	0	122	257,656	254,516	261,438	3,782
Office of the Principal	2,970,567	0	0	2,970,567	2,993,980	2,982,520	11,953

(Continued)

Exhibit J-8

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2010	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Fiscal Services	\$ 221,727	\$ 0	\$ 164	\$ 221,891	\$ 227,891	\$ 228,934	\$ 7,043
Operation of Plant	3,096,623	(24,659)	14,670	3,086,634	3,152,283	3,189,683	103,049
Maintenance of Plant	771,663	(111,647)	77,434	737,450	737,613	744,013	6,563
Transportation	2,493,731	(7,946)	12,215	2,498,000	2,348,122	2,557,261	59,261
Central and Other	35,596	0	0	35,596	36,192	36,192	596
<u>Operation of Non-Instructional Services</u>							
Community Services	160,510	0	879	161,389	174,171	174,171	12,782
Early Childhood Education	1,695,447	(144,366)	82,076	1,633,157	1,591,876	1,641,262	8,105
<u>Capital Outlay</u>							
Regular Capital Outlay	286,928	(231,007)	254,165	310,086	25,000	332,146	22,060
<u>Other Debt Service</u>							
Education	115,557	0	0	115,557	0	115,557	0
Total Expenditures	\$ 43,521,217	\$ (567,203)	\$ 526,326	\$ 43,480,340	\$ 42,829,367	\$ 43,885,830	\$ 405,490
<u>Excess (Deficiency) of Revenues</u>							
Over Expenditures	\$ 401,936	\$ 567,203	\$ (526,326)	\$ 442,813	\$ (20,000)	\$ (178,219)	\$ 621,032
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 13,467	\$ 0	\$ 0	\$ 13,467	\$ 20,000	\$ 13,467	\$ 0
Transfers Out	(200,000)	0	0	(200,000)	0	(200,000)	0
Total Other Financing Sources (Uses)	\$ (186,533)	\$ 0	\$ 0	\$ (186,533)	\$ 20,000	\$ (186,533)	\$ 0
Net Change in Fund Balance	\$ 215,403	\$ 567,203	\$ (526,326)	\$ 256,280	\$ 0	\$ (364,752)	\$ 621,032
Fund Balance, July 1, 2010	3,446,440	(567,203)	0	2,879,237	2,332,019	2,332,019	547,218
Fund Balance, June 30, 2011	\$ 3,661,843	\$ 0	\$ (526,326)	\$ 3,135,517	\$ 2,332,019	\$ 1,967,267	\$ 1,168,250

Exhibit J-9

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Greene County School Department
School Federal Projects Fund
For the Year Ended June 30, 2011

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2011	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 4,917,374	\$ 0	\$ 4,917,374	\$ 5,364,013	\$ 5,733,166	\$ (815,792)
Total Revenues	\$ 4,917,374	\$ 0	\$ 4,917,374	\$ 5,364,013	\$ 5,733,166	\$ (815,792)
Expenditures						
<u>Instruction</u>						
Regular Instruction Program	\$ 2,554,191	\$ 3,301	\$ 2,557,492	\$ 2,672,396	\$ 2,850,058	\$ 292,566
Alternative Instruction Program	95,778	0	95,778	123,710	127,710	31,932
Special Education Program	1,499,127	0	1,499,127	1,707,862	1,820,127	321,000
Vocational Education Program	114,244	0	114,244	114,244	114,244	0
<u>Support Services</u>						
Other Student Support	61,896	0	61,896	68,797	68,797	6,901
Regular Instruction Program	325,796	0	325,796	508,749	465,465	139,669
Special Education Program	95,830	0	95,830	153,788	127,788	31,958
Vocational Education Program	1,000	0	1,000	1,000	1,000	0
Transportation	155,046	0	155,046	0	155,046	0
Total Expenditures	\$ 4,902,908	\$ 3,301	\$ 4,906,209	\$ 5,350,546	\$ 5,730,235	\$ 824,026
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,466	\$ (3,301)	\$ 11,165	\$ 13,467	\$ 2,931	\$ 8,234
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 200,000	\$ 0	\$ 200,000	\$ 0	\$ 200,000	\$ 0
Transfers Out	(13,467)	0	(13,467)	(13,467)	(13,467)	0
Total Other Financing Sources (Uses)	\$ 186,533	\$ 0	\$ 186,533	\$ (13,467)	\$ 186,533	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2010	\$ 200,999	\$ (3,301)	\$ 197,698	\$ 0	\$ 189,464	\$ 8,234
	10,537	0	10,537	10,536	10,536	1
Fund Balance, June 30, 2011	\$ 211,536	\$ (3,301)	\$ 208,235	\$ 10,536	\$ 200,000	\$ 8,235

Exhibit J-10

Greene County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Greene County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2011

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 1,270,338	\$ 1,470,000	\$ 1,470,000	\$ (199,662)
Other Local Revenues	995	1,500	1,500	(505)
State of Tennessee	38,420	41,000	41,000	(2,580)
Federal Government	2,814,984	2,634,000	3,063,205	(248,221)
Total Revenues	<u>\$ 4,124,737</u>	<u>\$ 4,146,500</u>	<u>\$ 4,575,705</u>	<u>\$ (450,968)</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 4,111,109	\$ 4,146,500	\$ 4,575,705	\$ 464,596
Total Expenditures	<u>\$ 4,111,109</u>	<u>\$ 4,146,500</u>	<u>\$ 4,575,705</u>	<u>\$ 464,596</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 13,628</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,628</u>
Net Change in Fund Balance	\$ 13,628	\$ 0	\$ 0	\$ 13,628
Fund Balance, July 1, 2010	<u>1,073,450</u>	<u>941,630</u>	<u>941,630</u>	<u>131,820</u>
Fund Balance, June 30, 2011	<u>\$ 1,087,078</u>	<u>\$ 941,630</u>	<u>\$ 941,630</u>	<u>\$ 145,448</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Greene County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2011

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-10	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-11
NOTES PAYABLE								
<u>Payable through Education Debt Service Fund</u>								
Capital Outlay Note - EPA Asbestos Abatement	\$ 355,759	0 %	5-1-1992	10-1-10	\$ 9,883	0 \$	9,883 \$	0
Capital Outlay Note - EPA Asbestos Abatement	321,134	0	5-1-1994	10-1-11	26,758	0	17,841	8,917
Capital Outlay Note - Band Rooms	229,000	4.06	8-29-07	8-29-16	173,456	0	23,829	149,627
Capital Outlay Note - Buses	473,844	1.96	2-24-10	8-24-10	473,844	0	473,844	0
Capital Outlay Note - Buses	484,500	1.54	6-17-11	12-17-11	0	484,500	0	484,500
Total Payable through Education Debt Service Fund					\$ 683,941	\$ 484,500	\$ 525,397	\$ 643,044
Total Notes Payable					\$ 683,941	\$ 484,500	\$ 525,397	\$ 643,044
OTHER LOANS PAYABLE								
<u>Payable through General Debt Service Fund</u>								
Sevier County Public Building Authority Loan	9,000,000	variable	6-20-1996	6-1-11	\$ 820,000	0 \$	820,000 \$	0
Blount County Public Building Authority Loan	10,000,000	4 to 5.25	5-3-04	6-1-21	10,000,000	0	0	10,000,000
Total Payable through General Debt Service Fund					\$ 10,820,000	0 \$	820,000 \$	10,000,000
Total Other Loans Payable					\$ 10,820,000	0 \$	820,000 \$	10,000,000
BONDS PAYABLE								
<u>Payable through General Debt Service Fund</u>								
General Obligation	3,060,000	4 to 4.375	4-1-1999	6-1-12	\$ 580,000	0 \$	0 \$	580,000
General Obligation	8,170,000	2 to 3	9-2-10	6-1-25	0	8,170,000	0	8,170,000
Total Payable through General Debt Service Fund					\$ 580,000	\$ 8,170,000	0 \$	\$ 8,750,000
<u>Payable through Education Debt Service Fund</u>								
Rural School Bonds - 2001	18,000,000	4 to 5	10-1-01	6-1-11	\$ 425,000	0 \$	425,000 \$	0
Rural School Bonds (B) - 2001	3,925,000	3.25 to 4.6	10-1-01	12-1-16	625,000	0	300,000	325,000
Rural School Refunding Bonds, Series 2005A	5,200,000	2.5 to 5	6-30-05	6-1-18	3,815,000	0	385,000	3,430,000
Rural School Refunding Bonds, Series 2005B	14,980,000	2.5 to 5	6-30-05	6-1-26	14,825,000	0	20,000	14,805,000
Rural School Refunding Bonds, Series 2005C	2,150,000	2.5 to 4	6-30-05	12-1-16	2,100,000	0	10,000	2,090,000
Rural School Bonds - 2010	990,000	2.25 to 2.75	9-2-10	6-1-20	0	990,000	0	990,000
Total Payable through Education Debt Service Fund					\$ 21,790,000	\$ 990,000	\$ 1,140,000	\$ 21,640,000
Total Bonds Payable					\$ 22,370,000	\$ 9,160,000	\$ 1,140,000	\$ 30,390,000

Exhibit K-2

Greene County, Tennessee
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Notes		
	Principal	Interest	Total
2012	\$ 518,222	\$ 9,556	\$ 527,778
2013	25,822	4,809	30,631
2014	26,881	3,750	30,631
2015	27,983	2,647	30,630
2016	29,131	1,499	30,630
2017	15,005	305	15,310
Total	\$ 643,044	\$ 22,566	\$ 665,610

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2012	\$ 275,000	\$ 484,575	\$ 759,575
2013	905,000	473,575	1,378,575
2014	955,000	437,375	1,392,375
2015	1,020,000	389,625	1,409,625
2016	1,075,000	338,625	1,413,625
2017	1,015,000	284,875	1,299,875
2018	1,080,000	234,125	1,314,125
2019	1,150,000	180,125	1,330,125
2020	1,225,000	119,750	1,344,750
2021	1,300,000	58,500	1,358,500
Total	\$ 10,000,000	\$ 3,001,150	\$ 13,001,150

(Continued)

Exhibit K-2

Greene County, Tennessee

Schedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Bonds		
	Principal	Interest	Total
2012	\$ 1,795,000	\$ 1,137,094	\$ 2,932,094
2013	1,455,000	1,091,810	2,546,810
2014	1,520,000	1,041,456	2,561,456
2015	1,585,000	988,632	2,573,632
2016	1,655,000	932,047	2,587,047
2017	1,740,000	870,106	2,610,106
2018	1,650,000	803,356	2,453,356
2019	1,720,000	734,393	2,454,393
2020	1,790,000	662,413	2,452,413
2021	1,510,000	599,919	2,109,919
2022	2,910,000	529,931	3,439,931
2023	3,020,000	423,056	3,443,056
2024	3,130,000	309,700	3,439,700
2025	3,255,000	189,763	3,444,763
2026	1,655,000	72,406	1,727,406
Total	<u>\$ 30,390,000</u>	<u>\$ 10,386,082</u>	<u>\$ 40,776,082</u>

Exhibit K-3

Greene County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	Employee Insurance - Health	Open new fund	\$ 845,945
Other Capital Projects	Education Debt Service	Debt payments	<u>30,637</u>
Total Transfers Primary Government			<u>\$ 876,582</u>
<u>DISCRETELY PRESENTED GREENE COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	School Federal Projects	Operations	\$ 200,000
School Federal Projects	General Purpose School	Indirect costs	<u>13,467</u>
Total Transfers Discretely Presented Greene County School Department			<u>\$ 213,467</u>

Exhibit K-4

Greene County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, TCA	\$ 92,624	\$ 50,000	Travelers Casualty and Surety Company of America
Highway Superintendent	Section 8-24-102, TCA,	80,193	100,000	"
Director of Schools	State Board of Education and County Board of Education	97,015		
Trustee	Section 8-24-102, TCA	72,902	2,065,400	"
Assessor of Property	Section 8-24-102, TCA	72,902	20,000	"
Director of Accounts and Budgets	County Commission	60,813	25,000	"
County Clerk	Section 8-24-102, TCA	72,902	50,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, TCA	72,902	50,000	"
Clerk and Master	Section 8-24-102, TCA, and Chancery Court Judge	72,902 (1)	50,000	"
Register	Section 8-24-102, TCA	72,902	25,000	"
Sheriff	Section 8-24-102, TCA, and County Commission	88,213 (2)	25,000	"
Purchasing Agent	County Commission	39,217	10,000	"
Employee Blanket Bonds:				
County Mayor			20,000	"
Highway Superintendent			20,000	"
Director of Schools			100,000	Fidelity and Deposit Company of Maryland
Director of Accounts and Budgets			20,000	Travelers Casualty and Surety Company of America
Trustee, Assessor of Property, County Clerk, Circuit Court Clerk, General Sessions Court Clerk and Master, and Register			25,000	"
Sheriff			25,000	"

(1) Does not include \$2,114 of special commissioner fees.

(2) Includes \$7,421 for serving as workhouse superintendent and \$600 for a law enforcement training supplement.

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 For the Year Ended June 30, 2011

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Local Taxes</u>							
<u>County Property Taxes</u>							
Current Property Tax	\$ 6,553,853	\$ 803,158	\$ 326,207	\$ 0	\$ 0	\$ 0	\$ 1,681,713
Trustee's Collections - Prior Year	221,728	27,172	11,036	0	0	0	56,894
Trustee's Collections - Bankruptcy	904	111	45	0	0	0	232
Circuit/Clerk & Master Collections - Prior Years	85,385	10,464	4,250	0	0	0	21,909
Interest and Penalty	76,676	9,396	3,818	0	0	0	19,677
Pick-up Taxes	2,122	260	106	0	0	0	545
Payments in-Lieu-of Taxes - T.V.A.	4,945	606	246	0	0	0	1,269
Payments in-Lieu-of Taxes - Local Utilities	9,625	1,179	479	0	0	0	2,263
Payments in-Lieu-of Taxes - Other	22,952	2,813	1,142	0	0	0	5,278
<u>County Local Option Taxes</u>							
Local Option Sales Tax	402,832	788,179	0	0	0	0	0
Hotel/Motel Tax	160,164	0	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0	632,430
Litigation Tax - General	241,427	0	0	0	0	0	0
Litigation Tax - Special Purpose	140,578	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	0
Business Tax	540,404	0	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0	98,019
Other County Local Option Taxes	135,180	0	0	0	0	0	0
<u>Statutory Local Taxes</u>							
Bank Excise Tax	11,486	1,408	572	0	0	0	2,947
Wholesale Beer Tax	227,879	0	0	0	0	0	0
Interstate Telecommunications Tax	2,960	0	0	0	0	0	0
Total Local Taxes	\$ 8,841,100	\$ 1,644,746	\$ 347,901	\$ 0	\$ 0	\$ 0	\$ 2,523,176
<u>Licenses and Permits</u>							
<u>Licenses</u>							
Marriage Licenses	\$ 3,042	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	247,501	0	0	0	0	0	0

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Licenses and Permits (Cont.)</u>							
<u>Permits</u>							
Beer Permits	\$ 2,762	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	70,246	0	0	0	0	0	0
Total Licenses and Permits	\$ 323,551	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 35,533	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	14,659	0	0	0	0	0	0
Drug Control Fines	0	0	0	8,829	0	0	0
Jail Fees	11,114	0	0	0	0	0	0
District Attorney General Fees	0	0	0	0	1,621	0	0
Data Entry Fee - Circuit Court	1,852	0	0	0	0	0	0
Courtroom Security Fee	10,229	0	0	0	0	0	0
<u>Criminal Court</u>							
Drug Court Fees	642	0	0	0	0	0	0
DUI Treatment Fines	1,843	0	0	0	0	0	0
<u>General Sessions Court</u>							
Fines	107,693	0	0	0	0	0	0
Officers Costs	100,475	0	0	0	0	0	0
Game and Fish Fines	284	0	0	0	0	0	0
Drug Control Fines	0	0	0	9,002	0	0	0
Drug Court Fees	5,592	0	0	0	0	0	0
Jail Fees	146,338	0	0	0	0	0	0
District Attorney General Fees	0	0	0	0	6,565	0	0
DUI Treatment Fines	21,398	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	19,082	0	0	0	0	0	0
Courtroom Security Fee	118,158	0	0	0	0	0	0
<u>Juvenile Court</u>							
Fines	9,382	0	0	0	0	0	0

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds						
	General	Solid Waste/ Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>							
<u>Chancery Court</u>							
Officers Costs							
Data Entry Fee - Chancery Court	7,199 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0
Courtroom Security Fee	516	0	0	0	0	0	0
Courts in Other District Counties	3,251	0	0	0	0	0	0
District Attorney General Fees	0	0	0	0	42,908	0	0
Judicial District Drug Program							
Data Entry Fee - Other Courts	554	0	0	0	0	0	0
Courtroom Security Fee	3,933	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>							
Proceeds from Confiscated Property	0	0	0	41,338	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 619,727 \$	0 \$	0 \$	59,169 \$	51,094 \$	0 \$	0
<u>Charges for Current Services</u>							
<u>General Service Charges</u>							
Tipping Fees	0	110,053	0	0	0	0	0
Solid Waste Disposal Fees	0	15,385	0	0	0	0	0
Patient Charges	3,393,382	0	0	0	0	0	0
Work Release Charges for Board	19,380	0	0	0	0	0	0
Other General Service Charges	17,312	0	0	0	0	0	0
Service Charges	6,813	0	0	0	0	0	0
<u>Fees</u>							
Copy Fees	3,296	0	0	0	0	0	0
Telephone Commissions	129,582	0	0	0	0	0	0
Vending Machine Collections	526	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	90	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	2,114	0
Data Processing Fee - Register	21,817	0	0	0	0	0	0
Data Processing Fee - Sheriff	10,476	0	0	0	0	0	0
Sexual Offender Registration Fees - Sheriff	5,250	0	0	0	0	0	0
Data Processing Fee - County Clerk	990	0	0	0	0	0	0
Total Charges for Current Services	\$ 3,608,824 \$	125,438 \$	0 \$	0 \$	0 \$	2,204 \$	0

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 52,029	\$ 6,296	\$ 12,508	\$ 0	\$ 0	\$ 0	\$ 13,277
Lease/Rentals	12,700	16,393	0	0	0	0	0
Sale of Materials and Supplies	171	57,934	0	0	0	0	31,669
Commissary Sales	391,998	0	0	0	0	0	0
Sale of Maps	740	0	0	0	0	0	0
Sale of Recycled Materials	0	101,375	0	0	0	0	6,712
Miscellaneous Refunds	25,154	0	0	0	0	0	200
<u>Nonrecurring Items</u>							
Revenue from Joint Ventures	139,599	0	0	0	0	0	0
Sale of Equipment	46,875	4,350	0	3,050	0	0	6,907
Contributions and Gifts	600	0	0	0	0	0	0
<u>Other Local Revenues</u>							
Other Local Revenues	11,039	0	0	0	0	0	0
Total Other Local Revenues	\$ 680,905	\$ 186,348	\$ 12,508	\$ 3,050	\$ 0	\$ 0	\$ 58,765
<u>Fees Received from County Officials</u>							
<u>Fees in-Lieu-of Salary</u>							
County Clerk	\$ 711,652	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	215,429	0	0	0	0	0	0
General Sessions Court Clerk	613,730	0	0	0	0	0	0
Clerk and Master	125,124	0	0	0	0	0	0
Register	242,222	0	0	0	0	0	0
Sheriff	16,882	0	0	0	0	0	0
Trustee	711,408	0	0	0	0	0	0
Total Fees Received from County Officials	\$ 2,636,447	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>							
<u>General Government Grants</u>							
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	31,654	0	0	0	0	0

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>State of Tennessee (Cont.)</u>							
<u>Public Safety Grants</u>							
Law Enforcement Training Programs	\$ 33,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Health and Welfare Grants</u>							
Health Department Programs	293,783	0	0	0	0	0	0
<u>Public Works Grants</u>							
State Aid Program	0	0	0	0	0	0	260,658
Litter Program	34,246	0	0	0	0	0	0
<u>Other State Revenues</u>							
Income Tax	142,146	0	0	0	0	0	0
Alcoholic Beverage Tax	114,169	0	0	0	0	0	0
Mixed Drink Tax	7,009	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	1,039,792	0	0	0	0
Contracted Prisoner Boarding	906,605	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	2,193,710
Petroleum Special Tax	0	0	0	0	0	0	50,523
T.B.I. - Equipment Reimbursement	415	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0	0
Other State Grants	20,338	0	0	0	0	0	0
Other State Revenues	3,864	0	0	50	0	0	0
Total State of Tennessee	\$ 1,579,739	\$ 31,654	\$ 1,039,792	\$ 50	\$ 0	\$ 0	\$ 2,504,891
<u>Federal Government</u>							
<u>Federal Through State</u>							
Community Development	0	0	0	0	0	0	0
Civil Defense Reimbursement	32,483	0	0	0	0	0	0
Other Federal through State	16,309	0	0	0	0	0	0
<u>Direct Federal Revenue</u>							
Police Service (Lake Area)	36,463	0	0	0	0	0	0
Forest Service	0	0	0	0	0	0	13,928
Other Direct Federal Revenue	20,200	0	0	0	0	0	0
Total Federal Government	\$ 105,455	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 13,928

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds						
	General	Solid Waste / Sanitation	Special Purpose	Drug Control	District Attorney General	Constitutional Officers - Fees	Highway / Public Works
<u>Other Governments and Citizens Groups</u>							
<u>Other Governments</u>							
Prisoner Board	\$ 1,101,219	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Paving and Maintenance	0	0	0	0	0	0	14,779
Contracted Services	3,041	0	0	0	0	0	12,178
<u>Citizens Groups</u>							
Donations	2,372	0	0	1,100	0	0	0
Other	39,512	0	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 1,146,144	\$ 0	\$ 0	\$ 1,100	\$ 0	\$ 0	\$ 26,957
Total	\$ 19,541,892	\$ 1,988,186	\$ 1,400,201	\$ 63,369	\$ 51,094	\$ 2,204	\$ 5,127,717

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds					Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects			
<u>Local Taxes</u>									
<u>County Property Taxes</u>									
Current Property Tax	\$ 476,963	\$ 1,686,708	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 11,528,602	
Trustee's Collections - Prior Year	16,136	53,640	0	0	0	0	0	386,606	
Trustee's Collections - Bankruptcy	66	111	0	0	0	0	0	1,469	
Circuit/Clerk & Master Collections - Prior Years	6,214	32,712	0	0	0	0	0	160,934	
Interest and Penalty	5,565	22,799	0	0	0	0	0	137,931	
Pick-up Taxes	168	777	0	0	0	0	0	3,978	
Payments in-Lieu-of Taxes - T.V.A.	360	1,894	0	0	0	0	0	9,320	
Payments in-Lieu-of Taxes - Local Utilities	701	3,687	0	0	0	0	0	17,934	
Payments in-Lieu-of Taxes - Other	1,670	7,401	0	0	0	0	0	41,256	
<u>County Local Option Taxes</u>									
Local Option Sales Tax	0	631,891	0	0	0	0	0	1,822,902	
Hotel/Motel Tax	118,277	0	0	0	0	118,188	0	396,629	
Wheel Tax	631,612	0	0	0	0	0	0	1,264,042	
Litigation Tax - General	0	0	0	0	0	0	0	241,427	
Litigation Tax - Special Purpose	0	0	0	0	0	0	0	140,578	
Litigation Tax - Jail, Workhouse, or Courthouse	93,479	0	0	0	0	0	0	93,479	
Business Tax	0	0	0	0	0	0	0	540,404	
Mineral Severance Tax	0	0	0	0	0	0	0	98,019	
Other County Local Option Taxes	0	0	0	0	0	0	0	135,180	
<u>Statutory Local Taxes</u>									
Bank Excise Tax	836	4,400	0	0	0	0	0	21,649	
Wholesale Beer Tax	0	0	0	0	0	0	0	227,879	
Interstate Telecommunications Tax	0	0	0	0	0	0	0	2,960	
Total Local Taxes	\$ 1,352,047	\$ 2,446,020	\$ 0	\$ 0	\$ 0	\$ 118,188	\$ 0	\$ 17,273,178	
<u>Licenses and Permits</u>									
<u>Licenses</u>									
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,042	
Cable TV Franchise	0	0	0	0	0	0	0	247,501	

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds					Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects			
<u>Licenses and Permits (Cont.)</u>									
<u>Permits</u>									
Beer Permits	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	2,762	
Building Permits	0	0	0	0	0	0	0	70,246	
Total Licenses and Permits	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	323,551	
<u>Fines, Forfeitures, and Penalties</u>									
<u>Circuit Court</u>									
Fines	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	35,533	
Officers Costs	0	0	0	0	0	0	0	14,659	
Drug Control Fines	0	0	0	0	0	0	0	8,829	
Jail Fees	0	0	0	0	0	0	0	11,114	
District Attorney General Fees	0	0	0	0	0	0	0	1,621	
Data Entry Fee - Circuit Court	0	0	0	0	0	0	0	1,852	
Courtroom Security Fee	0	0	0	0	0	0	0	10,229	
<u>Criminal Court</u>									
Drug Court Fees	0	0	0	0	0	0	0	642	
DUI Treatment Fines	0	0	0	0	0	0	0	1,843	
<u>General Sessions Court</u>									
Fines	0	0	0	0	0	0	0	107,693	
Officers Costs	0	0	0	0	0	0	0	100,475	
Game and Fish Fines	0	0	0	0	0	0	0	284	
Drug Control Fines	0	0	0	0	0	0	0	9,002	
Drug Court Fees	0	0	0	0	0	0	0	5,592	
Jail Fees	0	0	0	0	0	0	0	146,338	
District Attorney General Fees	0	0	0	0	0	0	0	6,565	
DUI Treatment Fines	0	0	0	0	0	0	0	21,398	
Data Entry Fee - General Sessions Court	0	0	0	0	0	0	0	19,082	
Courtroom Security Fee	0	0	0	0	0	0	0	118,158	
<u>Juvenile Court</u>									
Fines	0	0	0	0	0	0	0	9,382	

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects		
<u>Fines, Forfeitures, and Penalties (Cont.)</u>								
<u>Chancery Court</u>								
Officers Costs	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	7,199
Data Entry Fee - Chancery Court	0	0	0	0	0	0	0	516
Courtroom Security Fee	0	0	0	0	0	0	0	3,251
<u>Courts in Other District Counties</u>								
District Attorney General Fees	0	0	0	0	0	0	0	42,908
Judicial District Drug Program	0	0	0	0	0	0	0	554
Data Entry Fee - Other Courts	0	0	0	0	0	0	0	3,933
Courtroom Security Fee	0	0	0	0	0	0	0	41,338
<u>Other Fines, Forfeitures, and Penalties</u>								
Proceeds from Confiscated Property	0	0	0	0	0	0	0	41,338
Total Fines, Forfeitures, and Penalties	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	729,990
<u>Charges for Current Services</u>								
<u>General Service Charges</u>								
Tipping Fees	0	0	0	0	0	0	0	110,053
Solid Waste Disposal Fees	0	0	0	0	0	0	0	15,385
Patient Charges	0	0	0	0	0	0	0	3,393,382
Work Release Charges for Board	0	0	0	0	0	0	0	19,380
Other General Service Charges	0	0	0	0	0	0	0	17,312
Service Charges	0	0	0	0	0	0	0	6,813
<u>Fees</u>								
Copy Fees	0	0	0	0	0	0	0	3,296
Telephone Commissions	0	0	0	0	0	0	0	129,582
Vending Machine Collections	0	0	0	0	0	0	0	526
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0	0	90
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0	0	2,114
Data Processing Fee - Register	0	0	0	0	0	0	0	21,817
Data Processing Fee - Sheriff	0	0	0	0	0	0	0	10,476
Sexual Offender Registration Fees - Sheriff	0	0	0	0	0	0	0	5,250
Data Processing Fee - County Clerk	0	0	0	0	0	0	0	990
Total Charges for Current Services	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	0 \$	3,736,466

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects		
<u>Other Local Revenues</u>								
<u>Recurring Items</u>								
Investment Income	\$ 3,732	\$ 22,851	\$ 0	\$ 0	\$ 22,438	\$ 0	133,131	
Lease/Rentals	0	0	51,250	0	0	0	80,343	
Sale of Materials and Supplies	0	0	0	0	0	0	89,774	
Commissary Sales	0	0	0	0	0	0	391,998	
Sale of Maps	0	0	0	0	0	0	740	
Sale of Recycled Materials	0	0	0	0	0	0	108,087	
Miscellaneous Refunds	0	0	0	0	0	0	25,354	
<u>Nonrecurring Items</u>								
Revenue from Joint Ventures	0	0	0	0	0	0	139,599	
Sale of Equipment	0	0	0	0	0	0	61,182	
Contributions and Gifts	0	0	0	0	0	0	600	
<u>Other Local Revenues</u>								
Other Local Revenues	0	0	0	0	0	0	11,039	
Total Other Local Revenues	\$ 3,732	\$ 22,851	\$ 51,250	\$ 0	\$ 22,438	\$ 0	\$ 1,041,847	
<u>Fees Received from County Officials</u>								
<u>Fees in-Lieu-of Salary</u>								
County Clerk	0	0	0	0	0	0	711,652	
Circuit Court Clerk	0	0	0	0	0	0	215,429	
General Sessions Court Clerk	0	0	0	0	0	0	613,730	
Clerk and Master	0	0	0	0	0	0	125,124	
Register	0	0	0	0	0	0	242,222	
Sheriff	0	0	0	0	0	0	16,882	
Trustee	0	0	0	0	0	0	711,408	
Total Fees Received from County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,636,447	
<u>State of Tennessee</u>								
<u>General Government Grants</u>								
Juvenile Services Program	0	0	0	0	0	0	9,000	
Solid Waste Grants	0	0	0	0	0	0	31,654	

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds					Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects			
<u>State of Tennessee (Cont.)</u>									
<u>Public Safety Grants</u>									
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,000	
<u>Health and Welfare Grants</u>									
Health Department Programs	0	0	0	0	0	0	0	293,783	
<u>Public Works Grants</u>									
State Aid Program	0	0	0	0	0	0	0	260,658	
Litter Program	0	0	0	0	0	0	0	34,246	
<u>Other State Revenues</u>									
Income Tax	0	0	0	0	0	0	0	142,146	
Alcoholic Beverage Tax	0	0	0	0	0	0	0	114,169	
Mixed Drink Tax	0	0	0	0	0	0	0	7,009	
State Revenue Sharing - T.V.A.	0	0	0	0	0	0	0	1,039,792	
Contracted Prisoner Boarding	0	0	0	0	0	0	0	906,605	
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	0	2,193,710	
Petroleum Special Tax	0	0	0	0	0	0	0	50,523	
T.B.I. - Equipment Reimbursement	0	0	0	0	0	0	0	415	
Registrar's Salary Supplement	0	0	0	0	0	0	0	15,164	
Other State Grants	0	0	0	43,228	0	0	0	63,566	
Other State Revenues	0	0	0	0	0	0	0	3,914	
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 43,228	\$ 0	\$ 0	\$ 0	\$ 5,199,354	
<u>Federal Government</u>									
<u>Federal Through State</u>									
Community Development	\$ 0	\$ 0	\$ 0	\$ 99,577	\$ 0	\$ 0	\$ 0	\$ 99,577	
Civil Defense Reimbursement	0	0	0	0	0	0	0	32,483	
Other Federal through State	0	0	0	0	0	0	0	16,309	
<u>Direct Federal Revenue</u>									
Police Service (Lake Area)	0	0	0	0	0	0	0	36,463	
Forest Service	0	0	0	0	0	0	0	13,928	
Other Direct Federal Revenue	0	0	0	0	0	0	0	20,200	
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 99,577	\$ 0	\$ 0	\$ 0	\$ 218,960	

(Continued)

Exhibit K-5

Greene County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Debt Service Funds			Capital Projects Funds				Total
	General Debt Service	Education Debt Service	General Capital Projects	Community Development/Industrial Park	Highway Capital Projects	Other Capital Projects		
<u>Other Governments and Citizens Groups</u>								
<u>Other Governments</u>								
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,101,219	
Paving and Maintenance	0	0	0	0	0	0	14,779	
Contracted Services	0	0	0	0	0	0	15,219	
<u>Citizens Groups</u>								
Donations	0	0	0	0	0	0	3,472	
Other	0	0	0	0	0	0	39,512	
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,174,201	
Total	\$ 1,355,779	\$ 2,468,871	\$ 51,250	\$ 142,805	\$ 22,438	\$ 118,188	\$ 32,333,994	

Exhibit K-6

Greene County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

	General Purpose School	School Federal Projects	Central Cafeteria	Education Capital Projects	Total
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 5,073,711	\$ 0	\$ 0	\$ 0	\$ 5,073,711
Trustee's Collections - Prior Year	171,506	0	0	0	171,506
Trustee's Collections - Bankruptcy	698	0	0	0	698
Circuit/Clerk & Master Collections - Prior Years	66,121	0	0	0	66,121
Interest and Penalty	58,486	0	0	0	58,486
Pick-up Taxes	1,581	0	0	0	1,581
Payments in-Lieu-of Taxes - T.V.A.	5,455	0	0	0	5,455
Payments in-Lieu-of Taxes - Local Utilities	212,513	0	0	0	212,513
Payments in-Lieu-of Taxes - Other	27,391	0	0	0	27,391
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,111,191	0	0	0	5,111,191
<u>Statutory Local Taxes</u>					
Bank Excise Tax	8,897	0	0	0	8,897
Interstate Telecommunications Tax	3,464	0	0	0	3,464
Other Statutory Local Taxes	383	0	0	0	383
Total Local Taxes	\$ 10,741,397	\$ 0	\$ 0	\$ 0	\$ 10,741,397
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,242	\$ 0	\$ 0	\$ 0	\$ 2,242
Total Licenses and Permits	\$ 2,242	\$ 0	\$ 0	\$ 0	\$ 2,242
<u>Charges for Current Services</u>					
<u>Fees</u>					
Vending Machine Collections	\$ 1,514	\$ 0	\$ 0	\$ 0	\$ 1,514
<u>Education Charges</u>					
Lunch Payments - Children	0	0	560,491	0	560,491
Lunch Payments - Adults	0	0	116,991	0	116,991
Income from Breakfast	0	0	315,591	0	315,591
A la carte Sales	0	0	277,265	0	277,265
Transportation - Other State Systems	99,967	0	0	0	99,967
Receipts from Individual Schools	82,188	0	0	0	82,188
Community Service Fees - Children	135,269	0	0	0	135,269
Total Charges for Current Services	\$ 318,938	\$ 0	\$ 1,270,338	\$ 0	\$ 1,589,276
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 60,734	\$ 0	\$ 995	\$ 0	\$ 61,729
Miscellaneous Refunds	380,703	0	0	0	380,703
<u>Nonrecurring Items</u>					
Sale of Equipment	1,051	0	0	0	1,051
Damages Recovered from Individuals	413	0	0	0	413
Contributions and Gifts	44,006	0	0	0	44,006
<u>Other Local Revenues</u>					
Other Local Revenues	25,757	0	0	0	25,757
Total Other Local Revenues	\$ 512,664	\$ 0	\$ 995	\$ 0	\$ 513,659

(Continued)

Exhibit K-6

Greene County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

	General Purpose School	School Federal Projects	Central Cafeteria	Education Capital Projects	Total
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-Behalf Contributions for OPEB	\$ 399,599	\$ 0	\$ 0	\$ 0	\$ 399,599
<u>State Education Funds</u>					
Basic Education Program	26,478,329	0	0	0	26,478,329
Basic Education Program - ARRA	2,911,671	0	0	0	2,911,671
Early Childhood Education	1,635,380	0	0	0	1,635,380
School Food Service	0	0	38,420	0	38,420
Driver Education	34,185	0	0	0	34,185
Other State Education Funds	70,266	0	0	0	70,266
Coordinated School Health - ARRA	99,829	0	0	0	99,829
Internet Connectivity - ARRA	21,300	0	0	0	21,300
Family Resource Centers - ARRA	35,360	0	0	0	35,360
Statewide Student Management System (SSMS) - ARRA	18,370	0	0	0	18,370
Career Ladder Program	306,706	0	0	0	306,706
Career Ladder - Extended Contract - ARRA	91,700	0	0	0	91,700
<u>Other State Revenues</u>					
Safe Schools - ARRA	36,400	0	0	0	36,400
Total State of Tennessee	\$ 32,139,095	\$ 0	\$ 38,420	\$ 0	\$ 32,177,515
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,768,735	\$ 0	\$ 1,768,735
USDA - Commodities	0	0	429,205	0	429,205
Breakfast	0	0	610,667	0	610,667
USDA - Other	0	0	6,377	0	6,377
Vocational Education - Basic Grants to States	0	122,944	0	0	122,944
Title I Grants to Local Education Agencies	0	2,192,531	0	0	2,192,531
Special Education - Grants to States	39,408	1,820,399	0	0	1,859,807
Special Education Preschool Grants	0	23,292	0	0	23,292
English Language Acquisition Grants	0	9,007	0	0	9,007
Eisenhower Professional Development State Grants	0	317,682	0	0	317,682
Race to the Top - ARRA	0	337,375	0	0	337,375
Other Federal through State	71,781	94,144	0	0	165,925
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	55,845	0	0	0	55,845
Forest Service	41,783	0	0	0	41,783
Total Federal Government	\$ 208,817	\$ 4,917,374	\$ 2,814,984	\$ 0	\$ 7,941,175
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 1,484,775	\$ 1,484,775
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 1,484,775	\$ 1,484,775
Total	\$ 43,923,153	\$ 4,917,374	\$ 4,124,737	\$ 1,484,775	\$ 54,450,039

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2011

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	23,625	
Social Security		1,191	
State Retirement		1,220	
Employer Medicare		343	
Dues and Memberships		4,587	
Postal Charges		607	
Travel		11,752	
Other Charges		805	
Total County Commission			\$ 44,130

County Mayor/Executive

County Official/Administrative Officer	\$	92,624	
Secretary(ies)		33,408	
Other Salaries and Wages		2,000	
Social Security		7,684	
State Retirement		13,062	
Life Insurance		83	
Medical Insurance		26,340	
Unemployment Compensation		84	
Employer Medicare		1,797	
Communication		2,160	
Dues and Memberships		2,010	
Legal Notices, Recording, and Court Costs		878	
Postal Charges		586	
Printing, Stationery, and Forms		157	
Rentals		4,656	
Travel		297	
Office Supplies		1,478	
Periodicals		384	
Premiums on Corporate Surety Bonds		685	
Other Charges		60	
Office Equipment		424	
Total County Mayor/Executive			190,857

County Attorney

County Official/Administrative Officer	\$	58,333
Secretary(ies)		25,740
Social Security		4,889
State Retirement		8,577
Life Insurance		83

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Attorney (Cont.)

Medical Insurance	\$	28,689	
Unemployment Compensation		144	
Employer Medicare		1,143	
Communication		1,388	
Legal Notices, Recording, and Court Costs		462	
Maintenance and Repair Services - Equipment		280	
Postal Charges		121	
Tuition		425	
Other Contracted Services		1,197	
Office Supplies		539	
Periodicals		206	
Other Supplies and Materials		136	
Office Equipment		1,878	
Total County Attorney			\$ 134,230

Election Commission

County Official/Administrative Officer	\$	65,613
Clerical Personnel		27,731
Temporary Personnel		15,411
Overtime Pay		7,005
Election Commission		9,960
Election Workers		38,410
In-Service Training		880
Social Security		7,761
State Retirement		10,036
Life Insurance		83
Medical Insurance		25,156
Unemployment Compensation		423
Employer Medicare		1,876
Communication		3,243
Contracts with Private Agencies		6,480
Data Processing Services		21,751
Dues and Memberships		150
Legal Notices, Recording, and Court Costs		11,783
Maintenance and Repair Services - Equipment		22,831
Maintenance and Repair Services - Office Equipment		4,087
Postal Charges		8,625
Printing, Stationery, and Forms		5,426
Rentals		15,064
Travel		656

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Gasoline	\$	187	
Office Supplies		6,038	
Periodicals		351	
Other Supplies and Materials		69	
Data Processing Equipment		2,298	
Office Equipment		997	
Total Election Commission			\$ 320,381

Register of Deeds

County Official/Administrative Officer	\$	72,902	
Accountants/Bookkeepers		27,268	
Clerical Personnel		104,942	
Social Security		12,110	
State Retirement		20,931	
Life Insurance		228	
Medical Insurance		58,405	
Unemployment Compensation		360	
Employer Medicare		2,832	
Communication		1,133	
Dues and Memberships		25	
Postal Charges		774	
Printing, Stationery, and Forms		98	
Rentals		24,603	
Office Supplies		1,271	
Premiums on Corporate Surety Bonds		348	
Other Charges		22	
Data Processing Equipment		2,700	
Total Register of Deeds			330,952

Planning

Paraprofessionals	\$	38,982	
Board and Committee Members Fees		1,625	
Social Security		2,337	
State Retirement		3,997	
Life Insurance		40	
Medical Insurance		12,986	
Unemployment Compensation		72	
Employer Medicare		547	
Contracts with Government Agencies		12,250	
Rentals		444	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Office Supplies	\$	630	
Uniforms		135	
Total Planning			\$ 74,045

Codes Compliance

Postal Charges	\$	89	
Other Contracted Services		188	
Total Codes Compliance			277

Geographical Information Systems

Salary Supplements	\$	5,231	
Social Security		319	
State Retirement		534	
Unemployment Compensation		10	
Employer Medicare		75	
Maintenance and Repair Services - Equipment		5,678	
Travel		383	
Office Supplies		1,755	
Data Processing Equipment		3,510	
Total Geographical Information Systems			17,495

County Buildings

Maintenance Personnel	\$	50,022	
Part-time Personnel		9,136	
Overtime Pay		2,606	
Social Security		3,759	
State Retirement		5,371	
Life Insurance		83	
Medical Insurance		12,597	
Unemployment Compensation		248	
Employer Medicare		879	
Communication		990	
Maintenance and Repair Services - Buildings		3,069	
Maintenance and Repair Services - Equipment		8,228	
Maintenance and Repair Services - Vehicles		1,658	
Pest Control		1,440	
Rentals		2,246	
Other Contracted Services		1,450	
Custodial Supplies		10,030	
Electricity		71,821	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Equipment and Machinery Parts	\$	1,059	
Food Preparation Supplies		452	
Garage Supplies		246	
Gasoline		4,602	
General Construction Materials		7,737	
Natural Gas		5,967	
Road Signs		3,886	
Uniforms		369	
Water and Sewer		3,564	
Other Supplies and Materials		1,294	
Building Improvements		46,924	
Heating and Air Conditioning Equipment		320	
Other Equipment		3,663	
Total County Buildings			\$ 265,716

Finance

Accounting and Budgeting

Supervisor/Director	\$	60,813
Accountants/Bookkeepers		139,144
Overtime Pay		1,711
Social Security		11,862
State Retirement		20,581
Life Insurance		245
Medical Insurance		55,040
Unemployment Compensation		432
Employer Medicare		2,774
Audit Services		18,873
Communication		3,458
Data Processing Services		4,254
Dues and Memberships		440
Legal Notices, Recording, and Court Costs		826
Maintenance and Repair Services - Office Equipment		12,545
Postal Charges		3,018
Printing, Stationery, and Forms		3,462
Rentals		176
Travel		805
Other Contracted Services		1,175
Office Supplies		5,762
Periodicals		734
Premiums on Corporate Surety Bonds		163

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Other Charges	\$	400	
Data Processing Equipment		6,288	
Total Accounting and Budgeting			\$ 354,981

Purchasing

Supervisor/Director	\$	39,217	
Purchasing Personnel		30,819	
Overtime Pay		386	
Social Security		4,086	
State Retirement		7,185	
Life Insurance		84	
Medical Insurance		26,350	
Unemployment Compensation		144	
Employer Medicare		956	
Communication		1,820	
Dues and Memberships		400	
Legal Notices, Recording, and Court Costs		128	
Postal Charges		104	
Printing, Stationery, and Forms		409	
Rentals		987	
Tuition		75	
Office Supplies		2,344	
Uniforms		212	
Other Supplies and Materials		98	
Premiums on Corporate Surety Bonds		50	
Data Processing Equipment		1,623	
Total Purchasing			117,477

Property Assessor's Office

County Official/Administrative Officer	\$	72,902	
Data Processing Personnel		30,870	
Assessment Personnel		151,178	
Clerical Personnel		20,104	
Part-time Personnel		8,262	
Board and Committee Members Fees		4,931	
Social Security		16,368	
State Retirement		28,070	
Life Insurance		343	
Medical Insurance		86,091	
Unemployment Compensation		632	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Employer Medicare	\$	3,947	
Communication		2,515	
Contracts with Government Agencies		32,621	
Dues and Memberships		1,493	
Legal Notices, Recording, and Court Costs		212	
Maintenance and Repair Services - Equipment		50	
Maintenance and Repair Services - Office Equipment		1,198	
Maintenance and Repair Services - Vehicles		314	
Postal Charges		1,257	
Rentals		1,248	
Travel		15	
Other Contracted Services		66,890	
Equipment and Machinery Parts		301	
Garage Supplies		65	
Gasoline		2,255	
Office Supplies		3,174	
Periodicals		124	
Other Supplies and Materials		60	
Premiums on Corporate Surety Bonds		280	
Other Charges		21	
Data Processing Equipment		821	
Office Equipment		180	
Total Property Assessor's Office			\$ 538,792

Reappraisal Program

Communication	\$	91	
Contracts with Government Agencies		594	
Maintenance and Repair Services - Office Equipment		30	
Postal Charges		1,515	
Gasoline		3,362	
Office Supplies		316	
Total Reappraisal Program			5,908

County Trustee's Office

County Official/Administrative Officer	\$	72,902	
Assistant(s)		33,219	
Accountants/Bookkeepers		25,604	
Clerical Personnel		12,627	
Part-time Personnel		16,844	
Overtime Pay		7,205	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Social Security	\$	9,965	
State Retirement		15,268	
Life Insurance		137	
Medical Insurance		40,507	
Unemployment Compensation		334	
Employer Medicare		2,330	
Communication		1,368	
Dues and Memberships		526	
Legal Notices, Recording, and Court Costs		84	
Maintenance and Repair Services - Office Equipment		9,078	
Postal Charges		11,541	
Printing, Stationery, and Forms		46	
Rentals		15	
Travel		949	
Gasoline		48	
Office Supplies		1,600	
Premiums on Corporate Surety Bonds		11,166	
Office Equipment		664	
Total County Trustee's Office			\$ 274,027

County Clerk's Office

County Official/Administrative Officer	\$	72,902
Assistant(s)		35,793
Accountants/Bookkeepers		8,418
Clerical Personnel		150,095
Part-time Personnel		23,038
Overtime Pay		3,546
Social Security		16,375
State Retirement		27,498
Life Insurance		372
Medical Insurance		115,826
Unemployment Compensation		718
Employer Medicare		3,984
Communication		2,927
Dues and Memberships		736
Legal Notices, Recording, and Court Costs		96
Maintenance and Repair Services - Office Equipment		13,984
Postal Charges		14,750
Printing, Stationery, and Forms		2,961
Rentals		5,434

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Travel	\$	1,178	
Gasoline		681	
Office Supplies		4,915	
Periodicals		280	
Premiums on Corporate Surety Bonds		411	
Other Charges		1,885	
Data Processing Equipment		18,698	
Office Equipment		250	
Total County Clerk's Office			\$ 527,751

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	72,902	
Assistant(s)		35,433	
Accountants/Bookkeepers		28,564	
Clerical Personnel		220,136	
Part-time Personnel		5,828	
Overtime Pay		7,677	
Other Salaries and Wages		15,675	
Jury and Witness Expense		11,924	
Social Security		22,692	
State Retirement		37,220	
Life Insurance		497	
Medical Insurance		128,048	
Unemployment Compensation		953	
Employer Medicare		5,307	
Communication		2,690	
Data Processing Services		6,088	
Dues and Memberships		856	
Legal Notices, Recording, and Court Costs		393	
Maintenance and Repair Services - Office Equipment		12,278	
Postal Charges		5,500	
Printing, Stationery, and Forms		5,720	
Rentals		5,685	
Travel		445	
Other Contracted Services		3,461	
Office Supplies		5,150	
Premiums on Corporate Surety Bonds		536	
Data Processing Equipment		579	
Office Equipment		4,603	
Total Circuit Court			646,840

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court

Judge(s)	\$	145,991	
Probation Officer(s)		36,043	
Secretary(ies)		31,612	
Overtime Pay		2,258	
Social Security		10,769	
State Retirement		22,027	
Life Insurance		124	
Medical Insurance		37,337	
Unemployment Compensation		140	
Employer Medicare		3,048	
Communication		4,136	
Dues and Memberships		355	
Maintenance and Repair Services - Office Equipment		360	
Postal Charges		200	
Printing, Stationery, and Forms		206	
Rentals		1,288	
Travel		1,103	
Office Supplies		1,517	
Periodicals		300	
Other Supplies and Materials		182	
Premiums on Corporate Surety Bonds		192	
Total General Sessions Court			\$ 299,188

Chancery Court

County Official/Administrative Officer	\$	72,902
Assistant(s)		34,452
Clerical Personnel		75,168
Part-time Personnel		6,373
Social Security		11,070
State Retirement		18,625
Life Insurance		207
Medical Insurance		56,875
Unemployment Compensation		411
Employer Medicare		2,589
Communication		5,114
Data Processing Services		2,838
Dues and Memberships		736
Legal Notices, Recording, and Court Costs		44
Maintenance and Repair Services - Office Equipment		7,547
Postal Charges		1,664

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Printing, Stationery, and Forms	\$	1,110	
Rentals		2,724	
Travel		78	
Tuition		319	
Other Contracted Services		494	
Office Supplies		2,999	
Periodicals		2,096	
Premiums on Corporate Surety Bonds		1,282	
Total Chancery Court			\$ 307,717

Juvenile Court

Youth Service Officer(s)	\$	37,969	
Secretary(ies)		52,387	
Overtime Pay		300	
Social Security		5,492	
State Retirement		9,253	
Life Insurance		124	
Medical Insurance		18,895	
Unemployment Compensation		211	
Employer Medicare		1,285	
Communication		1,796	
Data Processing Services		255	
Dues and Memberships		265	
Maintenance and Repair Services - Office Equipment		360	
Postal Charges		275	
Printing, Stationery, and Forms		200	
Rentals		1,472	
Travel		30	
Other Contracted Services		510	
Office Supplies		861	
Data Processing Equipment		800	
Office Equipment		526	
Total Juvenile Court			133,266

District Attorney General

Communication	\$	4,463	
Total District Attorney General			4,463

Other Administration of Justice

Salary Supplements	\$	5,000	
--------------------	----	-------	--

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Other Administration of Justice (Cont.)

Part-time Personnel	\$	37,032	
Social Security		311	
State Retirement		510	
Unemployment Compensation		9	
Employer Medicare		73	
Maintenance and Repair Services - Office Equipment		1,800	
Travel		666	
Tuition		90	
Other Supplies and Materials		638	
Total Other Administration of Justice			\$ 46,129

Courtroom Security

Guards	\$	64,316	
Part-time Personnel		34,800	
Social Security		6,045	
State Retirement		6,562	
Life Insurance		98	
Medical Insurance		22,147	
Unemployment Compensation		584	
Employer Medicare		1,414	
Maintenance and Repair Services - Equipment		2,500	
Other Contracted Services		4,793	
Uniforms		55	
Law Enforcement Equipment		4,662	
Other Equipment		526	
Total Courtroom Security			148,502

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	88,213	
Assistant(s)		51,180	
Deputy(ies)		1,110,659	
Detective(s)		231,413	
Captain(s)		92,457	
Lieutenant(s)		248,201	
Sergeant(s)		227,973	
Mechanic(s)		58,401	
Dispatchers/Radio Operators		282,033	
Part-time Personnel		23,580	
Overtime Pay		127,176	

(Continued)

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Other Salaries and Wages	\$	49,293
In-Service Training		33,000
Social Security		155,957
State Retirement		256,436
Life Insurance		2,677
Medical Insurance		776,187
Unemployment Compensation		4,936
Employer Medicare		36,475
Communication		10,241
Contracts with Government Agencies		2,680
Contributions		6,355
Dues and Memberships		2,935
Legal Notices, Recording, and Court Costs		480
Licenses		225
Maintenance and Repair Services - Equipment		1,852
Maintenance and Repair Services - Office Equipment		669
Maintenance and Repair Services - Vehicles		6,622
Postal Charges		1,990
Printing, Stationery, and Forms		5,185
Rentals		5,451
Travel		14,656
Tuition		13,021
Veterinary Services		786
Other Contracted Services		9,025
Crushed Stone		1,439
Electricity		5,838
Equipment and Machinery Parts		23,954
Food Supplies		1,945
Garage Supplies		15,342
Gasoline		191,995
Law Enforcement Supplies		2,523
Office Supplies		4,983
Periodicals		123
Tires and Tubes		13,079
Uniforms		12,182
Water and Sewer		876
Other Supplies and Materials		947
Premiums on Corporate Surety Bonds		1,431
In Service/Staff Development		1,907
Data Processing Equipment		11,663

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Law Enforcement Equipment	\$	44,915	
Motor Vehicles		22,151	
Office Equipment		3,106	
Other Equipment		1,361	
Total Sheriff's Department			\$ 4,300,180

Special Patrols

Secretary(ies)	\$	14,022	
Social Security		877	
State Retirement		1,432	
Unemployment Compensation		39	
Employer Medicare		205	
Contributions		8,334	
Other Charges		734	
Law Enforcement Equipment		41,956	
Motor Vehicles		172,940	
Total Special Patrols			240,539

Administration of the Sexual Offender Registry

Other Contracted Services	\$	800	
Office Supplies		4,337	
Total Administration of the Sexual Offender Registry			5,137

Jail

Supervisor/Director	\$	43,913	
Deputy(ies)		1,187,710	
Captain(s)		39,296	
Lieutenant(s)		148,575	
Sergeant(s)		162,074	
Medical Personnel		143,730	
Paraprofessionals		210,144	
Cafeteria Personnel		162,466	
Maintenance Personnel		59,961	
Part-time Personnel		23,971	
Overtime Pay		29,244	
Other Salaries and Wages		36,714	
Social Security		131,903	
State Retirement		222,596	
Life Insurance		3,170	
Medical Insurance		784,652	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Unemployment Compensation	\$	6,310
Employer Medicare		30,989
Communication		18,936
Dues and Memberships		62
Evaluation and Testing		300
Maintenance Agreements		4,886
Maintenance and Repair Services - Buildings		11,902
Maintenance and Repair Services - Equipment		20,566
Maintenance and Repair Services - Office Equipment		320
Medical and Dental Services		80,869
Pest Control		720
Postal Charges		600
Printing, Stationery, and Forms		1,795
Rentals		8,601
Travel		2,580
Tuition		360
Disposal Fees		1,825
Other Contracted Services		4,997
Custodial Supplies		38,714
Drugs and Medical Supplies		59,515
Electricity		122,895
Equipment and Machinery Parts		17,285
Food Preparation Supplies		13,921
Food Supplies		313,943
Gasoline		9,293
General Construction Materials		10,788
Law Enforcement Supplies		2,482
Natural Gas		58,884
Office Supplies		5,001
Prisoners Clothing		16,931
Uniforms		11,649
Water and Sewer		63,975
Other Supplies and Materials		39,981
In Service/Staff Development		716
Other Charges		207,471
Building Improvements		8,625
Data Processing Equipment		4,886
Food Service Equipment		1,239
Furniture and Fixtures		1,913
Law Enforcement Equipment		8,043

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Motor Vehicles	\$	24,986	
Other Equipment		<u>21,168</u>	
Total Jail	\$		4,651,041

Juvenile Services

Contracts with Private Agencies	\$	<u>116,494</u>	
Total Juvenile Services			116,494

Civil Defense

Supervisor/Director	\$	42,571	
Secretary(ies)		24,116	
Part-time Personnel		9,374	
Other Salaries and Wages		150	
Social Security		4,416	
State Retirement		6,807	
Life Insurance		80	
Medical Insurance		21,802	
Unemployment Compensation		216	
Employer Medicare		1,057	
Communication		6,986	
Dues and Memberships		200	
Maintenance and Repair Services - Vehicles		166	
Postal Charges		36	
Rentals		1,104	
Travel		2,211	
Electricity		1,536	
Equipment and Machinery Parts		129	
Food Preparation Supplies		100	
Garage Supplies		165	
Gasoline		6,676	
Natural Gas		381	
Office Supplies		647	
Uniforms		195	
Water and Sewer		328	
Other Supplies and Materials		1,108	
Other Charges		5,222	
Other Equipment		<u>22,914</u>	
Total Civil Defense			160,693

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Rescue Squad

Contributions	\$ 5,000	
Total Rescue Squad		\$ 5,000

Disaster Relief

Assistant(s)	\$ 504	
Supervisor/Director	644	
Secretary(ies)	890	
Part-time Personnel	744	
Overtime Pay	167,185	
Social Security	10,366	
State Retirement	17,083	
Life Insurance	4	
Medical Insurance	32	
Unemployment Compensation	39	
Employer Medicare	2,400	
Communication	76	
Contributions	94,683	
Operating Lease Payments	17,000	
Rentals	13,768	
Drugs and Medical Supplies	2,240	
Gasoline	14,517	
Office Supplies	392	
Road Signs	223	
Tires and Tubes	1,386	
Uniforms	111	
Other Supplies and Materials	2,565	
Total Disaster Relief		346,852

Inspection and Regulation

Assistant(s)	\$ 24,547
Supervisor/Director	35,914
Paraprofessionals	21,620
Social Security	4,838
State Retirement	8,210
Life Insurance	105
Medical Insurance	32,613
Unemployment Compensation	232
Employer Medicare	1,132
Communication	3,145
Dues and Memberships	380

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Inspection and Regulation (Cont.)

Legal Notices, Recording, and Court Costs	\$	362	
Maintenance and Repair Services - Office Equipment		230	
Maintenance and Repair Services - Vehicles		743	
Postal Charges		52	
Printing, Stationery, and Forms		507	
Rentals		1,230	
Tuition		775	
Equipment and Machinery Parts		430	
Gasoline		3,576	
Office Supplies		2,706	
Periodicals		293	
Uniforms		1,138	
Other Supplies and Materials		397	
Other Charges		237	
Data Processing Equipment		3,293	
Furniture and Fixtures		900	
Total Inspection and Regulation			\$ 149,605

County Coroner/Medical Examiner

Communication	\$	1,265	
Contracts with Private Agencies		16,800	
Contributions		59,809	
Pauper Burials		2,000	
Transportation - Other than Students		4,800	
Other Contracted Services		2,944	
Office Supplies		298	
Tires and Tubes		392	
Other Supplies and Materials		1,101	
Total County Coroner/Medical Examiner			89,409

Other Public Safety

Advertising	\$	500	
Total Other Public Safety			500

Public Health and Welfare

Local Health Center

Medical Personnel	\$	90,075	
Salary Supplements		19,998	
Clerical Personnel		85,578	
Custodial Personnel		32,847	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Other Salaries and Wages	\$	33,242	
Social Security		14,070	
State Retirement		24,675	
Life Insurance		331	
Medical Insurance		97,152	
Unemployment Compensation		576	
Employer Medicare		3,291	
Advertising		80	
Communication		12,038	
Dues and Memberships		550	
Licenses		400	
Maintenance Agreements		6,908	
Maintenance and Repair Services - Buildings		2,154	
Maintenance and Repair Services - Equipment		2,164	
Postal Charges		3,179	
Printing, Stationery, and Forms		875	
Rentals		14,680	
Travel		300	
Disposal Fees		7,884	
Other Contracted Services		2,316	
Custodial Supplies		4,097	
Drugs and Medical Supplies		62,881	
Electricity		32,288	
Food Supplies		531	
Garage Supplies		16	
Office Supplies		9,100	
Periodicals		426	
Water and Sewer		1,068	
Other Supplies and Materials		2,380	
Liability Insurance		3,034	
Building Improvements		55,730	
Furniture and Fixtures		7,518	
Other Equipment		194	
Total Local Health Center			\$ 634,626

Rabies and Animal Control

Supervisor/Director	\$	29,518
Paraprofessionals		38,517
Part-time Personnel		5,517
Social Security		4,331

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

State Retirement	\$	6,753	
Life Insurance		121	
Medical Insurance		30,639	
Unemployment Compensation		286	
Employer Medicare		1,013	
Communication		1,694	
Licenses		763	
Maintenance and Repair Services - Equipment		269	
Maintenance and Repair Services - Vehicles		597	
Rentals		444	
Travel		525	
Disposal Fees		765	
Custodial Supplies		1,498	
Drugs and Medical Supplies		1,145	
Electricity		7,243	
Equipment and Machinery Parts		866	
Food Supplies		1,639	
Gasoline		9,612	
Office Supplies		105	
Tires and Tubes		412	
Water and Sewer		876	
Other Supplies and Materials		3,843	
Other Charges		115	
Motor Vehicles		30,829	
Other Equipment		1,900	
Total Rabies and Animal Control			\$ 181,835

Ambulance/Emergency Medical Services

Assistant(s)	\$	36,221
Supervisor/Director		47,163
Mechanic(s)		28,731
Clerical Personnel		98,300
Attendants		863,907
Part-time Personnel		96,178
Overtime Pay		764,117
Social Security		114,931
State Retirement		182,966
Life Insurance		1,996
Medical Insurance		503,578
Unemployment Compensation		4,406

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Employer Medicare	\$	26,879	
Communication		10,510	
Data Processing Services		5,400	
Dues and Memberships		470	
Licenses		3,314	
Maintenance and Repair Services - Equipment		3,855	
Maintenance and Repair Services - Office Equipment		140	
Maintenance and Repair Services - Vehicles		5,235	
Pest Control		240	
Postal Charges		9,506	
Printing, Stationery, and Forms		2,996	
Rentals		2,720	
Travel		1,821	
Tuition		6,380	
Disposal Fees		3,401	
Other Contracted Services		668	
Custodial Supplies		2,418	
Diesel Fuel		103,724	
Drugs and Medical Supplies		94,196	
Electricity		9,012	
Equipment and Machinery Parts		29,217	
Garage Supplies		7,947	
Gasoline		11,195	
Natural Gas		3,109	
Office Supplies		2,496	
Tires and Tubes		4,903	
Uniforms		11,077	
Water and Sewer		1,139	
Other Supplies and Materials		620	
Refunds		52,663	
Other Charges		810	
Building Improvements		438	
Communication Equipment		3,000	
Data Processing Equipment		983	
Furniture and Fixtures		2,447	
Motor Vehicles		140,016	
Total Ambulance/Emergency Medical Services			\$ 3,307,439
<u>Alcohol and Drug Programs</u>			
Other Charges	\$	9,805	
Total Alcohol and Drug Programs			9,805

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services

Medical Personnel	\$	93,987	
Clerical Personnel		18,924	
Part-time Personnel		7,429	
Other Salaries and Wages		63,948	
Social Security		10,752	
State Retirement		15,237	
Life Insurance		248	
Medical Insurance		64,925	
Unemployment Compensation		566	
Employer Medicare		2,521	
Travel		4,316	
Other Contracted Services		3,787	
Other Equipment		4,769	
Total Other Local Health Services			\$ 291,409

Appropriation to State

Contributions	\$	67,000	
Total Appropriation to State			67,000

Waste Pickup

Other Salaries and Wages	\$	21,299	
Social Security		1,297	
State Retirement		2,174	
Life Insurance		38	
Medical Insurance		6,173	
Unemployment Compensation		143	
Employer Medicare		303	
Contributions		11,800	
Other Supplies and Materials		2,947	
Other Equipment		2,755	
Total Waste Pickup			48,929

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	84,500	
Total Libraries			84,500

Agriculture and Natural Resources

Agriculture Extension Service

Salary Supplements	\$	86,740	
--------------------	----	--------	--

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agriculture Extension Service (Cont.)

Part-time Personnel	\$	7,302	
Social Security		5,831	
State Retirement		7,706	
Unemployment Compensation		58	
Employer Medicare		1,364	
Other Fringe Benefits		3,174	
Communication		2,265	
Dues and Memberships		320	
Operating Lease Payments		1,168	
Travel		627	
Office Supplies		984	
Data Processing Equipment		558	
Office Equipment		295	
Total Agriculture Extension Service			\$ 118,392

Forest Service

Contributions	\$	1,470	
Total Forest Service			1,470

Soil Conservation

Paraprofessionals	\$	23,304	
Secretary(ies)		25,487	
Overtime Pay		146	
Social Security		2,702	
State Retirement		4,994	
Life Insurance		83	
Medical Insurance		29,273	
Unemployment Compensation		144	
Employer Medicare		632	
Dues and Memberships		1,090	
Postal Charges		300	
Office Supplies		488	
Total Soil Conservation			88,643

Other Operations

Tourism

Contributions	\$	82,125	
Total Tourism			82,125

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

<u>General Fund (Cont.)</u>		
<u>Other Operations (Cont.)</u>		
<u>Industrial Development</u>		
Contributions	\$ 82,125	
Total Industrial Development		\$ 82,125
 <u>Airport</u>		
Contributions	\$ 30,380	
Total Airport		30,380
 <u>Veterans' Services</u>		
Supervisor/Director	\$ 13,832	
Salary Supplements	4,000	
Clerical Personnel	26,079	
Social Security	1,901	
State Retirement	3,062	
Life Insurance	41	
Medical Insurance	13,290	
Unemployment Compensation	122	
Employer Medicare	608	
Communication	986	
Postal Charges	810	
Rentals	5,244	
Travel	849	
Office Supplies	196	
Total Veterans' Services		71,020
 <u>Other Charges</u>		
Dues and Memberships	\$ 5,955	
Total Other Charges		5,955
 <u>Contributions to Other Agencies</u>		
Contributions	\$ 347,660	
Rentals	9,000	
Total Contributions to Other Agencies		356,660
 <u>Miscellaneous</u>		
Other Contracted Services	\$ 3,872	
Trustee's Commission	169,050	
Other Charges	950	
Total Miscellaneous		173,872
 Total General Fund		 \$ 20,484,759

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund

Public Safety

Disaster Relief

Overtime Pay	\$	576	
Social Security		52	
State Retirement		90	
Unemployment Compensation		5	
Employer Medicare		12	
Other Equipment		7,683	
Total Disaster Relief			\$ 8,418

Public Health and Welfare

Sanitation Management

Assistant(s)	\$	28,281
Supervisor/Director		35,437
Salary Supplements		3,000
Social Security		4,012
State Retirement		6,810
Life Insurance		83
Medical Insurance		22,471
Unemployment Compensation		142
Employer Medicare		938
Communication		1,165
Contracts with Other Public Agencies		691,178
Licenses		18
Maintenance and Repair Services - Equipment		261
Maintenance and Repair Services - Vehicles		558
Postal Charges		966
Printing, Stationery, and Forms		1,057
Rentals		2,949
Travel		298
Tuition		175
Other Contracted Services		1,778
Custodial Supplies		155
Diesel Fuel		97,512
Electricity		10,818
Equipment and Machinery Parts		13,998
Garage Supplies		7,578
Gasoline		4,336
Lubricants		4,594
Office Supplies		526
Small Tools		423
Tires and Tubes		14,751

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)
Public Health and Welfare (Cont.)
Sanitation Management (Cont.)

Uniforms	\$	2,389	
Water and Sewer		388	
Other Supplies and Materials		1,853	
Trustee's Commission		23,317	
Other Charges		99	
Motor Vehicles		117,000	
Solid Waste Equipment		1,516	
Other Equipment		14,919	
Total Sanitation Management			\$ 1,117,749

Waste Pickup

Mechanic(s)	\$	83,102	
Truck Drivers		168,724	
Part-time Personnel		7,932	
Overtime Pay		8,198	
Social Security		15,983	
State Retirement		26,506	
Life Insurance		401	
Medical Insurance		97,296	
Unemployment Compensation		918	
Employer Medicare		3,738	
Total Waste Pickup			412,798

Convenience Centers

Attendants	\$	330,355	
Overtime Pay		58	
Social Security		18,237	
Unemployment Compensation		2,568	
Employer Medicare		4,793	
Communication		5,099	
Disposal Fees		1,381	
Other Contracted Services		390	
Crushed Stone		2,727	
Custodial Supplies		1,936	
Electricity		11,085	
Water and Sewer		3,239	
Other Supplies and Materials		4,046	
Total Convenience Centers			385,914

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Transfer Stations

Part-time Personnel	\$	4,377	
Social Security		271	
Unemployment Compensation		35	
Employer Medicare		63	
Disposal Fees		37,734	
Solid Waste Equipment		3,017	
Total Transfer Stations			\$ 45,497

Total Solid Waste/Sanitation Fund \$ 1,970,376

Special Purpose Fund

General Government

Risk Management

Consultants	\$	25,008	
Fiscal Agent Charges		5,504	
Legal Services		54,036	
Other Contracted Services		3,400	
Boiler Insurance		8,179	
Building and Contents Insurance		184,005	
Liability Insurance		150,096	
Trustee's Commission		17,424	
Workers' Compensation Insurance		158,625	
Liability Claims		285,397	
Other Self-Insured Claims		218,883	
Other Charges		4,565	
Total Risk Management			\$ 1,115,122

Total Special Purpose Fund 1,115,122

Drug Control Fund

Public Safety

Sheriff's Department

Advertising	\$	480	
Communication		2,024	
Contributions		10,000	
Maintenance and Repair Services - Office Equipment		255	
Travel		978	
Other Contracted Services		2,913	
Electricity		6,178	
Law Enforcement Supplies		338	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Drug Control Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Water and Sewer	\$	164	
Other Supplies and Materials		588	
Other Charges		92	
Law Enforcement Equipment		4,250	
Total Sheriff's Department		<u>4,250</u>	\$ <u>28,260</u>

Total Drug Control Fund \$ 28,260

District Attorney General Fund

Administration of Justice

District Attorney General

Jury and Witness Expense	\$	350	
Communication		663	
Dues and Memberships		345	
Travel		8,518	
Tuition		5,097	
Other Contracted Services		2,497	
Periodicals		183	
Office Equipment		8,922	
Total District Attorney General		<u>8,922</u>	\$ <u>26,575</u>

Total District Attorney General Fund 26,575

Constitutional Officers - Fees Fund

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$	90	
Total Circuit Court		<u>90</u>	\$ 90

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	2,114	
Total Chancery Court		<u>2,114</u>	<u>2,114</u>

Total Constitutional Officers - Fees Fund 2,204

Highway/Public Works Fund

Public Safety

Disaster Relief

Part-time Personnel	\$	9,472	
Overtime Pay		107,713	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Public Safety (Cont.)

Disaster Relief (Cont.)

Social Security	\$	7,197	
State Retirement		10,307	
Unemployment Compensation		229	
Employer Medicare		1,683	
Crushed Stone		10,094	
Diesel Fuel		52,345	
Equipment and Machinery Parts		2,726	
Garage Supplies		4,114	
Gasoline		17,978	
Small Tools		3,820	
Other Supplies and Materials		1,481	
Highway Equipment		<u>169,160</u>	
Total Disaster Relief	\$		398,319

Highways

Administration

County Official/Administrative Officer	\$	80,193	
Accountants/Bookkeepers		57,158	
Overtime Pay		2,708	
Other Salaries and Wages		59,466	
Social Security		11,814	
State Retirement		20,356	
Life Insurance		228	
Medical Insurance		72,428	
Unemployment Compensation		144	
Employer Medicare		2,763	
Dues and Memberships		3,753	
Maintenance and Repair Services - Office Equipment		644	
Postal Charges		287	
Travel		1,238	
Tuition		90	
Other Contracted Services		1,404	
Office Supplies		1,800	
Other Charges		810	
Data Processing Equipment		599	
Furniture and Fixtures		<u>719</u>	
Total Administration			318,602

Highway and Bridge Maintenance

Assistant(s)	\$	38,226	
--------------	----	--------	--

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Foremen	\$	115,302	
Equipment Operators - Heavy		408,347	
Equipment Operators - Light		117,361	
Truck Drivers		357,190	
Laborers		327,828	
Part-time Personnel		26,602	
Overtime Pay		58,820	
Social Security		84,848	
State Retirement		144,928	
Life Insurance		2,311	
Medical Insurance		631,106	
Unemployment Compensation		4,639	
Employer Medicare		19,844	
Licenses		650	
Other Contracted Services		29,675	
Asphalt		550,840	
Concrete		36,193	
Crushed Stone		206,291	
Custodial Supplies		79	
General Construction Materials		158,275	
Pipe - Metal		48,332	
Road Signs		22,248	
Salt		60,496	
Other Supplies and Materials		516	
Other Charges		909	
Highway Construction		279,927	
Total Highway and Bridge Maintenance			\$ 3,731,783

Operation and Maintenance of Equipment

Supervisor/Director	\$	30,054
Mechanic(s)		135,589
Laborers		51,992
Overtime Pay		11,093
Social Security		13,434
State Retirement		23,280
Life Insurance		296
Medical Insurance		80,956
Unemployment Compensation		576
Employer Medicare		3,142
Licenses		105

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Maintenance and Repair Services - Equipment	\$	7,203	
Maintenance and Repair Services - Vehicles		11,903	
Permits		75	
Custodial Supplies		1,663	
Diesel Fuel		148,730	
Equipment and Machinery Parts		143,804	
Garage Supplies		38,216	
Gasoline		80,400	
Lubricants		11,855	
Small Tools		3,276	
Tires and Tubes		40,811	
Other Charges		<u>5,753</u>	
Total Operation and Maintenance of Equipment	\$		844,206

Other Charges

Communication	\$	7,905	
Other Contracted Services		720	
Electricity		13,332	
Natural Gas		1,044	
Water and Sewer		853	
Premiums on Corporate Surety Bonds		1,017	
Trustee's Commission		65,532	
Other Charges		<u>2,522</u>	
Total Other Charges			92,925

Capital Outlay

Highway Equipment	\$	68,103	
Motor Vehicles		<u>115,157</u>	
Total Capital Outlay			<u>183,260</u>

Total Highway/Public Works Fund \$ 5,569,095

General Debt Service Fund

Principal on Debt

Highways and Streets

Principal on Other Loans	\$	<u>820,000</u>	
Total Highways and Streets	\$		820,000

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Bonds	\$ 25,375	
Interest on Other Loans	48,355	
Total General Government		\$ 73,730

Highways and Streets

Interest on Bonds	\$ 160,825	
Interest on Other Loans	489,089	
Total Highways and Streets		649,914

Other Debt Service

General Government

Trustee's Commission	\$ 17,415	
Other Charges	2,657	
Total General Government		20,072

Total General Debt Service Fund \$ 1,563,716

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,140,000	
Principal on Notes	525,397	
Total Education		\$ 1,665,397

Interest on Debt

Education

Interest on Bonds	\$ 957,368	
Interest on Notes	11,447	
Total Education		968,815

Other Debt Service

Education

Trustee's Commission	\$ 42,446	
Other Charges	2,495	
Total Education		44,941

Total Education Debt Service Fund 2,679,153

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

<u>General Capital Projects Fund</u>		
<u>Social, Cultural, and Recreational Services</u>		
<u>Libraries</u>		
Contributions	\$ 26,476	
Total Libraries		\$ 26,476
<u>Capital Projects</u>		
<u>General Administration Projects</u>		
Building Improvements	\$ 1,664,105	
Total General Administration Projects		1,664,105
<u>Public Safety Projects</u>		
Architects	\$ 16,657	
Total Public Safety Projects		16,657
<u>Other General Government Projects</u>		
Underwriter's Discount	\$ 17,314	
Other Debt Issuance Charges	24,664	
Building Improvements	146,690	
Motor Vehicles	50,000	
Total Other General Government Projects		238,668
<u>Capital Projects - Donated</u>		
<u>Capital Projects Donated to School Department</u>		
Contributions	\$ 1,484,775	
Total Capital Projects Donated to School Department		1,484,775
Total General Capital Projects Fund		\$ 3,430,681
<u>Community Development/Industrial Park Fund</u>		
<u>Capital Projects</u>		
<u>Public Utility Projects</u>		
Consultants	\$ 7,500	
Other Construction	135,305	
Total Public Utility Projects		\$ 142,805
Total Community Development/Industrial Park Fund		142,805
<u>Highway Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Highway and Street Capital Projects</u>		
Asphalt	\$ 216,557	
Trustee's Commission	224	

(Continued)

Exhibit K-7

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Highway and Street Capital Projects (Cont.)

Underwriter's Discount	\$	24,843	
Other Debt Issuance Charges		36,136	
Other Debt Service		57,038	
Highway Equipment		<u>335,202</u>	
Total Highway and Street Capital Projects			<u>\$ 670,000</u>

Total Highway Capital Projects Fund \$ 670,000

Other Capital Projects Fund

Capital Projects

Social, Cultural, and Recreation Projects

Contributions	\$	94,260	
Trustee's Commission		<u>858</u>	
Total Social, Cultural, and Recreation Projects			<u>\$ 95,118</u>

Total Other Capital Projects Fund 95,118

Total Governmental Funds - Primary Government \$ 37,777,864

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department
For the Year Ended June 30, 2011

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 15,120,256	
Career Ladder Program	144,168	
Career Ladder Extended Contracts	83,780	
Educational Assistants	387,352	
Other Salaries and Wages	20,073	
Certified Substitute Teachers	85,588	
Non-certified Substitute Teachers	119,059	
Social Security	943,114	
State Retirement	1,422,345	
Life Insurance	5,610	
Medical Insurance	2,362,486	
Dental Insurance	34,002	
Unemployment Compensation	12,000	
Employer Medicare	221,573	
Maintenance and Repair Services - Equipment	14,867	
Other Contracted Services	19,191	
Instructional Supplies and Materials	227,973	
Textbooks	257,663	
Other Supplies and Materials	29,881	
Other Charges	91,907	
Regular Instruction Equipment	57,615	
Total Regular Instruction Program		\$ 21,660,503

Special Education Program

Teachers	\$ 1,754,485
Career Ladder Program	17,992
Homebound Teachers	91,166
Educational Assistants	158,293
Speech Pathologist	259,956
Certified Substitute Teachers	806
Non-certified Substitute Teachers	4,695
Social Security	134,735
State Retirement	195,554
Life Insurance	755
Medical Insurance	311,386
Dental Insurance	4,599
Unemployment Compensation	2,250
Employer Medicare	31,637
Maintenance and Repair Services - Equipment	907

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Contracted Services	\$	19,998	
Instructional Supplies and Materials		7,123	
Other Supplies and Materials		3,996	
Special Education Equipment		17,253	
Total Special Education Program			\$ 3,017,586

Vocational Education Program

Teachers	\$	852,601	
Career Ladder Program		11,000	
Certified Substitute Teachers		858	
Non-certified Substitute Teachers		6,984	
Social Security		51,469	
State Retirement		78,156	
Life Insurance		260	
Medical Insurance		128,368	
Dental Insurance		1,050	
Unemployment Compensation		1,000	
Employer Medicare		12,039	
Contracts with Other School Systems		243,841	
Maintenance and Repair Services - Equipment		3,000	
Instructional Supplies and Materials		31,878	
Other Supplies and Materials		1,000	
Other Charges		625	
Vocational Instruction Equipment		21,755	
Total Vocational Education Program			1,445,884

Support Services

Attendance

Supervisor/Director	\$	41,225
Career Ladder Program		3,000
Clerical Personnel		28,454
Other Salaries and Wages		35,390
Social Security		6,691
State Retirement		10,108
Life Insurance		23
Medical Insurance		12,740
Dental Insurance		300
Unemployment Compensation		80
Employer Medicare		1,565

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Travel	\$	1,412	
Other Contracted Services		21,866	
Other Supplies and Materials		400	
Total Attendance			\$ 163,254

Health Services

Medical Personnel	\$	204,315	
Social Security		12,436	
State Retirement		15,964	
Life Insurance		84	
Medical Insurance		32,943	
Dental Insurance		688	
Unemployment Compensation		185	
Employer Medicare		2,908	
Travel		15,599	
Other Contracted Services		15,005	
Drugs and Medical Supplies		8,079	
Other Supplies and Materials		18,285	
Other Charges		2,839	
Health Equipment		9,454	
Total Health Services			338,784

Other Student Support

Career Ladder Program	\$	4,000	
Guidance Personnel		630,339	
Attendants		48,811	
School Resource Officer		96,497	
Social Security		46,879	
State Retirement		72,229	
Life Insurance		358	
Medical Insurance		131,018	
Dental Insurance		2,413	
Unemployment Compensation		607	
Employer Medicare		10,964	
Evaluation and Testing		24,524	
Travel		1,039	
Other Contracted Services		12,000	
Total Other Student Support			1,081,678

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	133,929	
Career Ladder Program		16,945	
Librarians		684,683	
Education Media Personnel		397,654	
Instructional Computer Personnel		60,133	
Clerical Personnel		30,618	
Educational Assistants		32,917	
Other Salaries and Wages		42,998	
Social Security		79,946	
State Retirement		122,931	
Life Insurance		445	
Medical Insurance		162,228	
Dental Insurance		2,852	
Unemployment Compensation		1,000	
Employer Medicare		19,404	
Maintenance and Repair Services - Equipment		106	
Travel		13,025	
Other Contracted Services		76,502	
Instructional Supplies and Materials		80	
Library Books/Media		28,673	
Other Supplies and Materials		14,228	
In Service/Staff Development		5,520	
Other Charges		896	
Other Equipment		2,446	
Total Regular Instruction Program			\$ 1,930,159

Special Education Program

Supervisor/Director	\$	73,062
Career Ladder Program		4,000
Psychological Personnel		62,453
Assessment Personnel		18,367
Secretary(ies)		30,722
Other Salaries and Wages		52,063
Social Security		14,372
State Retirement		22,345
Life Insurance		74
Medical Insurance		28,868
Dental Insurance		600
Unemployment Compensation		135

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Employer Medicare	\$	3,361	
Maintenance and Repair Services - Equipment		1,000	
Travel		7,996	
Other Contracted Services		5,000	
Other Supplies and Materials		9,768	
In Service/Staff Development		2,466	
Other Charges		1,800	
Total Special Education Program			\$ 338,452

Vocational Education Program

Supervisor/Director	\$	70,476	
Career Ladder Program		3,000	
Social Security		4,159	
State Retirement		6,650	
Life Insurance		14	
Medical Insurance		7,590	
Dental Insurance		150	
Unemployment Compensation		27	
Employer Medicare		973	
Travel		5,016	
Total Vocational Education Program			98,055

Other Programs

On-Behalf Payments to OPEB	\$	399,599	
Total Other Programs			399,599

Board of Education

Secretary to Board	\$	4,000	
Other Salaries and Wages		191,754	
Board and Committee Members Fees		11,650	
In-Service Training		750	
Social Security		12,299	
State Retirement		408	
Life Insurance		1,729	
Medical Insurance		412,981	
Unemployment Compensation		350	
Employer Medicare		2,876	
Audit Services		19,500	
Dues and Memberships		7,007	

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Legal Services	\$	10,066	
Travel		8,030	
Other Contracted Services		2,500	
Trustee's Commission		237,936	
Liability Claims		2,500	
Criminal Investigation of Applicants - TBI		6,000	
Refund to Applicant for Criminal Investigation		1,100	
Other Charges		7,944	
Total Board of Education			\$ 941,380

Director of Schools

County Official/Administrative Officer	\$	97,015	
Assistant(s)		41,225	
Career Ladder Program		400	
Clerical Personnel		24,648	
Social Security		9,386	
State Retirement		15,025	
Life Insurance		38	
Medical Insurance		20,415	
Dental Insurance		150	
Unemployment Compensation		54	
Employer Medicare		2,195	
Communication		18,016	
Dues and Memberships		2,569	
Postal Charges		7,964	
Travel		917	
Other Contracted Services		10,281	
Office Supplies		5,378	
Other Charges		894	
Administration Equipment		964	
Total Director of Schools			257,534

Office of the Principal

Principals	\$	1,035,746	
Career Ladder Program		24,000	
Assistant Principals		421,954	
Secretary(ies)		616,552	
Other Salaries and Wages		64,588	
Social Security		128,965	

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

State Retirement	\$	202,431	
Life Insurance		885	
Medical Insurance		327,783	
Dental Insurance		5,973	
Unemployment Compensation		1,595	
Employer Medicare		30,161	
Communication		13,512	
Dues and Memberships		10,000	
Travel		1,790	
Other Contracted Services		70,720	
Other Supplies and Materials		2,109	
Administration Equipment		11,803	
Total Office of the Principal			\$ 2,970,567

Fiscal Services

Supervisor/Director	\$	51,334	
Clerical Personnel		95,317	
Social Security		8,827	
State Retirement		14,958	
Life Insurance		56	
Medical Insurance		21,729	
Dental Insurance		600	
Unemployment Compensation		107	
Employer Medicare		2,064	
Dues and Memberships		125	
Travel		805	
Other Contracted Services		17,274	
Data Processing Supplies		3,557	
Office Supplies		1,197	
Other Supplies and Materials		1,341	
Other Charges		500	
Administration Equipment		1,936	
Total Fiscal Services			221,727

Operation of Plant

Custodial Personnel	\$	841,353	
Other Salaries and Wages		60,773	
Social Security		54,460	
State Retirement		89,550	

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Life Insurance	\$	562	
Medical Insurance		207,085	
Dental Insurance		2,700	
Unemployment Compensation		1,500	
Employer Medicare		12,737	
Maintenance and Repair Services - Equipment		1,587	
Other Contracted Services		20,739	
Custodial Supplies		102,556	
Electricity		1,353,632	
Natural Gas		209,237	
Water and Sewer		127,932	
Other Charges		830	
Plant Operation Equipment		9,390	
Total Operation of Plant			\$ 3,096,623

Maintenance of Plant

Supervisor/Director	\$	41,080	
Maintenance Personnel		282,867	
Social Security		19,522	
State Retirement		32,933	
Life Insurance		169	
Medical Insurance		60,018	
Dental Insurance		900	
Unemployment Compensation		300	
Employer Medicare		4,566	
Laundry Service		4,000	
Maintenance and Repair Services - Buildings		164,736	
Maintenance and Repair Services - Equipment		45,414	
Travel		300	
Other Contracted Services		36,283	
Equipment and Machinery Parts		13,610	
Other Supplies and Materials		28,752	
Other Charges		12,809	
Maintenance Equipment		23,404	
Total Maintenance of Plant			771,663

Transportation

Supervisor/Director	\$	62,468
Mechanic(s)		144,832

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Bus Drivers	\$	868,503	
Other Salaries and Wages		160,257	
Social Security		72,196	
State Retirement		119,079	
Life Insurance		1,357	
Medical Insurance		405,525	
Dental Insurance		4,315	
Unemployment Compensation		3,093	
Employer Medicare		17,337	
Laundry Service		3,500	
Maintenance and Repair Services - Vehicles		2,668	
Medical and Dental Services		8,603	
Travel		1,601	
Other Contracted Services		45	
Diesel Fuel		382,174	
Garage Supplies		1,495	
Gasoline		54,523	
Lubricants		12,556	
Tires and Tubes		44,807	
Vehicle Parts		93,827	
Other Supplies and Materials		4,080	
Other Charges		9,590	
Transportation Equipment		15,300	
Total Transportation			\$ 2,493,731

Central and Other

Other Salaries and Wages	\$	25,168	
Social Security		1,553	
State Retirement		2,567	
Life Insurance		14	
Medical Insurance		5,477	
Dental Insurance		150	
Unemployment Compensation		27	
Employer Medicare		363	
Travel		200	
Office Supplies		77	
Total Central and Other			35,596

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	31,325	
Other Salaries and Wages		93,126	
Social Security		7,672	
State Retirement		3,195	
Life Insurance		14	
Unemployment Compensation		225	
Employer Medicare		1,794	
Travel		2,152	
Food Supplies		8,897	
Other Supplies and Materials		2,347	
Other Charges		9,763	
Total Community Services			\$ 160,510

Early Childhood Education

Teachers	\$	556,651	
Educational Assistants		89,053	
Certified Substitute Teachers		2,149	
Non-certified Substitute Teachers		3,005	
Social Security		38,757	
State Retirement		59,064	
Life Insurance		319	
Medical Insurance		103,215	
Dental Insurance		1,468	
Unemployment Compensation		567	
Employer Medicare		9,075	
Communication		1,639	
Contracts with Other Public Agencies		473,893	
Travel		319	
Instructional Supplies and Materials		75,967	
In Service/Staff Development		3,278	
Other Charges		69,770	
Regular Instruction Equipment		207,258	
Total Early Childhood Education			1,695,447

Capital Outlay

Regular Capital Outlay

Architects	\$	631	
Building Improvements		286,297	
Total Regular Capital Outlay			286,928

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

General Purpose School Fund (Cont.)

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 115,557	
Total Education		\$ 115,557

Total General Purpose School Fund \$ 43,521,217

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 1,090,858	
Educational Assistants	77,331	
Other Salaries and Wages	20,064	
Certified Substitute Teachers	3,198	
Non-certified Substitute Teachers	5,897	
Social Security	70,325	
State Retirement	103,905	
Life Insurance	474	
Medical Insurance	196,301	
Dental Insurance	1,647	
Unemployment Compensation	4,042	
Employer Medicare	16,788	
Tuition	81,286	
Other Contracted Services	16,090	
Instructional Supplies and Materials	452,228	
Regular Instruction Equipment	413,757	
Total Regular Instruction Program		\$ 2,554,191

Alternative Instruction Program

Teachers	\$ 76,651	
Certified Substitute Teachers	104	
Non-certified Substitute Teachers	295	
Social Security	3,421	
State Retirement	5,668	
Life Insurance	23	
Medical Insurance	8,385	
Dental Insurance	150	
Unemployment Compensation	77	
Employer Medicare	1,004	
Total Alternative Instruction Program		95,778

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program

Teachers	\$	73,079	
Educational Assistants		652,361	
Other Salaries and Wages		157,443	
Certified Substitute Teachers		47	
Social Security		53,007	
State Retirement		65,218	
Life Insurance		599	
Medical Insurance		202,398	
Dental Insurance		3,150	
Unemployment Compensation		4,950	
Employer Medicare		12,398	
Maintenance and Repair Services - Equipment		20,900	
Other Contracted Services		62,634	
Instructional Supplies and Materials		42,117	
Other Supplies and Materials		14,904	
Special Education Equipment		133,922	
Total Special Education Program			\$ 1,499,127

Vocational Education Program

Contracts with Other School Systems	\$	98,355	
Instructional Supplies and Materials		7,189	
Vocational Instruction Equipment		8,700	
Total Vocational Education Program			114,244

Support Services

Other Student Support

Other Salaries and Wages	\$	17,695	
Social Security		197	
State Retirement		1,602	
Life Insurance		7	
Medical Insurance		2,739	
Employer Medicare		257	
Communication		14,400	
Travel		7,700	
Other Supplies and Materials		5,519	
Other Charges		11,780	
Total Other Student Support			61,896

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$	41,225	
Secretary(ies)		14,228	
Other Salaries and Wages		26,040	
In-Service Training		27,600	
Social Security		6,764	
State Retirement		9,894	
Life Insurance		15	
Medical Insurance		5,493	
Dental Insurance		150	
Unemployment Compensation		39	
Employer Medicare		1,582	
Consultants		56,957	
Travel		47,793	
Other Supplies and Materials		11,058	
In Service/Staff Development		74,839	
Other Charges		2,119	
Total Regular Instruction Program			\$ 325,796

Special Education Program

Other Salaries and Wages	\$	36,690	
Social Security		2,275	
State Retirement		3,320	
Life Insurance		14	
Dental Insurance		150	
Unemployment Compensation		39	
Employer Medicare		532	
Travel		20,328	
Other Supplies and Materials		14,697	
In Service/Staff Development		17,785	
Total Special Education Program			95,830

Vocational Education Program

Travel	\$	1,000	
Total Vocational Education Program			1,000

Transportation

Administration Equipment	\$	18,068	
Transportation Equipment		136,978	
Total Transportation			155,046

Total School Federal Projects Fund \$ 4,902,908

(Continued)

Exhibit K-8

Greene County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Greene County School Department (Cont.)

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	39,088	
Accountants/Bookkeepers		368,623	
Clerical Personnel		24,209	
Cafeteria Personnel		812,588	
Part-time Personnel		42,625	
Other Salaries and Wages		4,410	
Social Security		76,952	
State Retirement		125,252	
Life Insurance		1,250	
Medical Insurance		358,000	
Dental Insurance		9,850	
Unemployment Compensation		4,460	
Employer Medicare		17,993	
Communication		6,900	
Maintenance and Repair Services - Equipment		102,671	
Travel		4,788	
Other Contracted Services		134,661	
Food Supplies		1,267,073	
Office Supplies		5,514	
Uniforms		8,900	
USDA - Commodities		429,205	
Other Supplies and Materials		177,583	
In Service/Staff Development		3,913	
Other Charges		33,600	
Food Service Equipment		51,001	
Total Food Service			\$ 4,111,109

Total Central Cafeteria Fund \$ 4,111,109

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Salaries and Wages	\$	224	
Social Security		14	
Employer Medicare		3	
Architects		1,585	
Building Construction		313,089	
Transportation Equipment		484,500	
Total Education Capital Projects			\$ 799,415

Total Education Capital Projects Fund 799,415

Total Governmental Funds - Greene County School Department \$ 53,334,649

Exhibit K-9

Greene County, Tennessee
Schedule of Detailed Receipts, Disbursements, and Changes
in Cash Balances - City Agency Funds
For the Year Ended June 30, 2011

	Cities - Sales Tax Fund	City School ADA- Greeneville Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 2,152,819	\$ 2,152,819
Trustee's Collections - Prior Years	0	73,128	73,128
Trustee's Collections - Bankruptcy	0	302	302
Circuit/Clerk and Master Collections - Prior Years	0	27,324	27,324
Interest and Penalty	0	23,815	23,815
Pickup Taxes	0	1,300	1,300
Payments in-Lieu-of Taxes - Local Utilities	0	86,555	86,555
Payments in-Lieu-of Taxes - Other	0	11,785	11,785
Local Option Sales Tax	6,696,443	2,380,280	9,076,723
Bank Excise Tax	0	3,775	3,775
Interstate Telecommunications Tax	0	1,640	1,640
Other Statutory Local Taxes	0	184	184
Marriage Licenses	0	822	822
Total Cash Receipts	\$ 6,696,443	\$ 4,763,729	\$ 11,460,172
<u>Cash Disbursements</u>			
Remittance of Revenues Collected	\$ 6,629,479	\$ 4,697,781	\$ 11,327,260
Trustee's Commission	66,964	70,145	137,109
Total Cash Disbursements	\$ 6,696,443	\$ 4,767,926	\$ 11,464,369
<u>Excess of Cash Receipts Over (Under)</u>			
Cash Disbursements	\$ 0	\$ (4,197)	\$ (4,197)
Cash Balance, July 1, 2010	0	4,197	4,197
Cash Balance, June 30, 2011	\$ 0	\$ 0	\$ 0

SINGLE AUDIT SECTION



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7841

REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

January 12, 2012

Greene County Mayor and
Board of County Commissioners
Greene County, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County, Tennessee, as of and for the year ended June 30, 2011, which collectively comprise Greene County's basic financial statements and have issued our report thereon dated January 12, 2012. Our report includes a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Greeneville-Greene County Emergency Communications District as described in our report on Greene County's financial statements. This report does not include the results of the other auditors testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Greene County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Greene County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Greene County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies in internal control over financial reporting: 11.01(C), 11.02, and 11.04. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

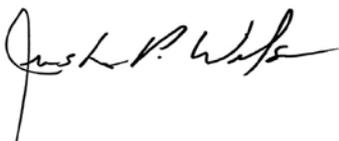
As part of obtaining reasonable assurance about whether Greene County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items 11.01(A,B,D) and 11.03.

We also noted certain matters that we reported to management of Greene County in separate communications.

Greene County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Greene County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the county mayor, highway superintendent, director of schools, director of accounts and budgets, County Commission, Board of Education, others within Greene County, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury

JPW/sb



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF COUNTY AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7841

REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

January 12, 2012

Greene County Mayor and
Board of County Commissioners
Greene County, Tennessee

To the County Mayor and Board of County Commissioners:

Compliance

We have audited the compliance of Greene County with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. Greene County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Greene County's management. Our responsibility is to express an opinion on Greene County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Greene County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our

audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Greene County's compliance with those requirements.

In our opinion, Greene County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

The management of Greene County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Greene County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Greene County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

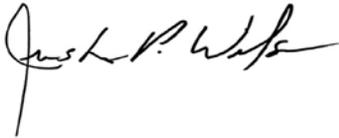
We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Greene County as of and for the year ended June 30, 2011, and have issued our report thereon dated January 12, 2012. Our audit was performed for the purpose of forming our opinions on the financial statements as a whole. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to

prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Greene County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Greene County's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the county mayor, highway superintendent, director of schools, director of accounts and budgets, County Commission, Board of Education, others within Greene County, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a prominent vertical stroke at the beginning.

Justin P. Wilson
Comptroller of the Treasury

JPW/sb

Greene County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1)
For the Year Ended June 30, 2011

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Direct Programs:			
Schools and Roads - Grants to States	10.665	N/A	\$ 55,711
Passed-through State Department of Agriculture:			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	429,205 (3)
Passed-through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	N/A	610,667
National School Lunch Program	10.555	N/A	1,775,112 (3)
Total U.S. Department of Agriculture			<u>\$ 2,870,695</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	GG-09-27541-00	<u>\$ 99,577</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 99,577</u>
U.S. Bureau of Land Management:			
Direct Programs:			
Payments in-Lieu-of Taxes	15.226	N/A	<u>\$ 41,683</u>
Total U.S. Bureau of Land Management			<u>\$ 41,683</u>
U.S. Department of Justice:			
Direct Programs:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2010-DJ-BX-0426	\$ 22,000
Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	16.804	2009-SB-B9-2738	31,830
Total U.S. Department of Justice			<u>\$ 53,830</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Cluster:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,640,298
Title I Grants to Local Educational Agencies, Recovery Act	84.389	N/A	557,775
Special Education Cluster:			
Special Education - Grants to States	84.027	N/A	1,646,964
Special Education - Preschool Grants	84.173	N/A	22,903
Special Education - Grants to States, Recovery Act	84.391	N/A	208,985
Career and Technical Education - Basic Grants to States	84.048	N/A	122,944
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	9,764
Education Technology Cluster:			
Education Technology State Grants	84.318	(2)	6,308
Education Technology State Grants, Recovery Act	84.386	(2)	6,699
English Language Acquisition	84.365	N/A	9,007
Improving Teacher Quality State Grants	84.367	N/A	316,470
State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	84.395	N/A	335,106

(Continued)

Greene County, Tennessee
Schedule of Expenditures of Federal Awards and State Grants (1) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.):			
Passed-through State Department of Education (Cont.):			
State Fiscal Stabilization Cluster:			
State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	N/A	\$ 2,911,671
State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act	84.397	(4)	302,959
Education Jobs Fund	84.410	N/A	75,989
Total U.S. Department of Education			<u>\$ 8,173,842</u>
U.S. Election Assistance Administration:			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirements Payments	90.401	N/A	\$ 11,075
Total U.S. Election Assistance Administration			<u>\$ 11,075</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Education:			
ARRA - Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program	93.714	(2)	\$ 62,017
Total U.S. Department of Health and Human Services			<u>\$ 62,017</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(2)	\$ 28,936
Total U.S. Department of Homeland Security			<u>\$ 28,936</u>
Total Expenditures of Federal Awards			<u>\$ 11,341,655</u>
<u>State Grants</u>			
		<u>Contract Number</u>	
Juvenile Services Program - State Commission on Children and Youth	N/A	(2)	\$ 9,000
Health Department Program - State Department of Health	N/A	(2)	296,248
Litter Program - State Department of Transportation	N/A	(2)	34,246
Waste Tire Grant Program - State Department of Environment and Conservation	N/A	Z-08-213027-02	31,654
State Aid Program - State Department of Transportation	N/A	(2)	260,658
FastTrack Infrastructure Development Program - State Department of Economic and Community Development	N/A	GG-09-27244-00	43,228
Internet Connectivity Grant - State Department of Education	N/A	(2)	3,907
Lottery for Education Afterschool Programs - State Department of Education	N/A	(2)	57,400
Early Childhood Education Pilot Project - State Department of Education	N/A	(2)	1,635,380
Total State Grants			<u>\$ 2,371,721</u>

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Information not available.
- (3) Total for CFDA No. 10.555 is \$2,204,317.
- (4) Multi-service contract.

Greene County, Tennessee
Schedule of Audit Finding Not Corrected
June 30, 2011

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. Presented below is the finding from the Annual Financial Report for Greene County, Tennessee, for the year ended June 30, 2010, which has not been corrected.

OFFICE OF EMERGENCY MANAGEMENT SERVICES OPERATIONS

<u>Finding Number</u>	<u>Page Number</u>	<u>Subject</u>
10.02	192	The office had deficiencies in computer system backup procedures

GREENE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2011

PART I, SUMMARY OF AUDITOR'S RESULTS

1. An unqualified opinion was issued on the financial statements of Greene County.
2. The audit of the financial statements of Greene County disclosed significant deficiencies in internal control. None of these deficiencies was considered to be a material weakness.
3. The audit disclosed no instance of noncompliance that is material to the financial statements of Greene County.
4. The audit disclosed no significant deficiencies in internal control over major programs.
5. An unqualified opinion was issued on compliance for major programs.
6. The audit revealed no findings that are required to be reported under Section 510(a) of OMB Circular A-133.
7. The Child Nutrition Cluster: School Breakfast Program and National School Lunch Program (CFDA Nos. 10.553 and 10.555); the Title I Cluster: Title I Grants to Local Educational Agencies and Title I Grants to Local Educational Agencies, Recovery Act (CFDA Nos. 84.010 and 84.389); the Special Education Cluster: Special Education Grants to States, Special Education – Preschool Grants, and Special Education – Grants to States, Recovery Act (CFDA Nos. 84.027, 84.173, and 84.391); the State Fiscal Stabilization Cluster: State Fiscal Stabilization Fund (SFSF) – Education State Grants, Recovery Act and State Fiscal Stabilization Fund (SFSF) – Government Services, Recovery Act (CFDA Nos. 84.394 and 84.397) were determined to be major programs.
8. A \$340,250 threshold was used to distinguish between Type A and Type B federal programs.
9. Greene County qualified as a low-risk auditee.

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our examination, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. The director of schools, the director of Greene County/Greeneville Emergency Management Services, and the register provided written responses on certain findings, which are paraphrased in this report. Other management officials did not provide responses for inclusion in this report.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 11.01 **DEFICIENCIES WERE NOTED IN THE MAINTENANCE OF ACCOUNTING RECORDS FOR THE EXTENDED SCHOOL PROGRAM**

(C. – Internal Control – Significant Deficiency Under *Government Auditing Standards*; A., B., D. – Noncompliance Under *Government Auditing Standards*)

Management of the Greene County School Department expressed concerns to us about operations of the Extended School Program (ESP). Based on those concerns, we performed additional audit procedures on the ESP. Our audit noted numerous deficiencies in the maintenance of accounting records. We were unable to ascertain if certain charges for services were accurately billed, and fees collected at each program site were properly remitted in compliance with sound business practices and applicable state statutes.

- A. In some instances, funds were not deposited within three days of collection as required by Section 5-8-207, *Tennessee Code Annotated (TCA)*. During the period under examination, as many as 12 days elapsed between the date funds were received and the date funds were deposited to the bank. The delay in depositing funds weakens internal controls over collections and increases the risks for fraud and misappropriation.
- B. The ESP charges fees for child care services at four elementary schools and deposits these fees into the Doak Elementary School bank account. Subsequently, Doak Elementary School issues a check to the Greene County Board of Education for the sum of all child care fees deposited. Although we were advised by employees that receipts were issued at each of the four elementary school sites, we were unable to obtain a receipt book at each site for several months of the audit period. Therefore, we were unable to determine if all fees received at each site were properly receipted and deposited with the Board of Education. Section 9-2-103, *TCA*, requires official prenumbered receipts be issued for all collections.
- C. Our examination of the ESP operations revealed that students were not billed for services at Doak Elementary School for the months of March through June and at Mosheim Elementary School for December through June. ESP policies provide that each Monday a parent will receive a paper bill for the prior week's services rendered. ESP employees would record daily

attendance records and forward the records to the program director to draft billing statements. We were advised by employees that attendance was taken daily at each school; however, in some instances, we were unable to obtain attendance or billing records for the entire audit period. Sound business practices dictate that employees should reconcile attendance records with billing statements and receipts for payment; however program employees have not performed these reconciliations. These reconciliations are necessary to ensure billing statements are issued and payments for services are properly received and posted to each child's account.

- D. We noted several current student accounts reflected past due balances over 30 days old without late fees being assessed. In addition, each student with a past due balance was allowed to continue receiving program services. ESP's policy states that if no payment is received by week two, there will be a \$5 per child late fee, and if no payment is received by the end of the third week, the parent will be asked to find other child care arrangements until the account is paid in full.

RECOMMENDATION

Extended School Program fees should be deposited within three days of collection as required by state statute. Adequate records should be maintained at each program site, and official prenumbered receipts should be issued for all collections. These receipts should be on file and available for audit inspection. Furthermore, student accounts should be reconciled monthly with billing invoices and payments, and any errors discovered should be corrected promptly. The office should comply with its policy regarding billing.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

To ensure that deposits are made within three days, ESP site directors will make deposits each Tuesday and Friday afternoon. Site directors now bill parents each Monday for the previous week. The directors complete a transmittal sheet, and turn the sheet and copies of receipts in to the administrator of the ESP program who is located in the central office. The transmittal sheet includes the name of the payee, date paid, and the receipt number. To ensure that parents are properly billed, an attendance record is maintained on each student. These attendance records are turned in to the administrator at the central office. If parents do not pay outstanding bills within two weeks, their child may no longer attend ESP.

FINDING 11.02 **DEFICIENCIES WERE NOTED IN PURCHASING PROCEDURES FOR THE EXTENDED SCHOOL PROGRAM** (Internal Control – Significant Deficiency Under *Government Auditing Standards*)

Our examination of purchasing procedures for the Extended School Program revealed the following deficiencies. These deficiencies were the result of a lack of management oversight.

- A. Purchase orders were not issued in some instances. Purchase orders are necessary to control who has purchasing authority for the program and to document purchasing commitments.
- B. In some instances, purchase orders were issued after purchases were made. This practice defeats the purpose of the purchase order and makes it an approval of payment rather than approval of the purchase.
- C. Our review of ESP expenditures noted late charges had been assessed in two instances because invoices were not paid timely.
- D. In some instances, supervisors did not sign travel reimbursements as evidence of review and approval. The failure to perform supervisory review of travel expenses increases the risk that improper payments could occur.

RECOMMENDATION

To strengthen internal controls over purchasing procedures and to document purchasing commitments, the office should issue purchase orders for all applicable purchases before purchases are made. Invoices should be paid timely to avoid the assessment of late charges. Supervisors should sign travel reimbursements as evidence of review and approval.

MANAGEMENT’S RESPONSE – DIRECTOR OF SCHOOLS

We have assigned a central office bookkeeper to maintain the ESP financial records. The bookkeeper will issue all purchase orders, pay all invoices, maintain records properly, and make timely reports. All requests for travel reimbursements will be submitted through the central office administrator.

OFFICE OF EMERGENCY MANAGEMENT SERVICES OPERATIONS

FINDING 11.03 **THE OFFICE HAD DEFICIENCIES IN COMPUTER SYSTEM BACKUP PROCEDURES**
 (Noncompliance Under *Government Auditing Standards*)

System backups were stored off-site each evening; however, the backups were returned to the office at the beginning of the following day. Section 10-7-121, *Tennessee Code Annotated*, provides that records required to be retained by any government official may be maintained on a computer or removable storage media as long as certain standards are met. One of these standards requires that all data generated and stored within the computer system be copied to storage media daily, and media more than one week old be stored at an off-site location. This deficiency is the result of management’s failure to implement adequate disaster recovery planning procedures and to correct findings noted in the prior-year audit report. In the event of a disaster, all backup data could be destroyed,

resulting in costly delays in generating and recording information accounted for through the automated process. Proper system backup procedures were implemented in May 2011.

RECOMMENDATION

Management should ensure backups are rotated off-site on a routine basis.

MANAGEMENT'S RESPONSE – DIRECTOR OF GREENE COUNTY/GREENEVILLE EMERGENCY MANAGEMENT SERVICES

I agree with the finding as stated and have made procedural changes to correct the issue. Computer backups are now performed each day and are rotated off-site to a secure location.

OFFICE OF REGISTER

FINDING 11.04 **MULTIPLE EMPLOYEES OPERATED FROM THE SAME CASH DRAWER**

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

Multiple employees operated from the same cash drawer in the Office of Register. Good internal controls dictate that each employee have their own cash drawer, start the day with a standard fixed amount of cash, and remove all but that beginning amount at the end of the day. This amount should be verified to the employee's receipts at the end of each day. Failure to adhere to this control regimen greatly increases the risk that a cash shortage may not be detected in a timely manner. Furthermore, in the event of a cash shortage, the register would not be able to determine who was responsible for the shortage because multiple employees were working from one cash drawer. This deficiency has been a management decision by the register resulting in a loss of control over assets. After we brought this deficiency to his attention, the register obtained a separate cash drawer for himself and each employee.

RECOMMENDATION

The register should ensure that each employee operates from their own cash drawer.

MANAGEMENT'S RESPONSE – REGISTER

In the 13 years I have been the register, we have never had a shortage in our cash drawer or an audit finding. We strive to take every precaution to run the office as mandated and be a public servant to our community. After this was brought to my attention, we obtained the necessary cash drawers the next day for each employee. I have a program where I can track all transactions of each employee and reconcile their cash and checks with their receipts. We take time to balance out the cash drawers several times a day as we have done in the past.

BEST PRACTICES

The Division of County Audit strongly believes that the items noted below are best practices that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Greene County.

ITEM 1: GREENE COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Greene County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the County Commission resulting in decentralization and some duplication of effort. The Division of County Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Greene County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.

ITEM 2: GREENE COUNTY SHOULD ESTABLISH AN AUDIT COMMITTEE

Greene County does not have an Audit Committee. An Audit Committee can assist the County Commission by providing independent and objective reviews of the financial reporting process, internal controls, the audit function, and would be responsible for monitoring management's plans to address various risks. County officials should establish an Audit Committee as a best practice.

**PART III, FINDINGS AND QUESTIONED
COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs for federal awards.

**GREENE COUNTY, TENNESSEE
AUDITEE REPORTING RESPONSIBILITIES
For the Year Ended June 30, 2011**

There were no audit findings relative to federal awards presented in the prior- or current-years' Schedules of Findings and Questioned Costs.